

A photograph of the Missouri State Capitol building, featuring a large dome and classical columns. A large American flag is draped across the front portico. The building is set against a clear blue sky, with green trees in the foreground.

# Missouri

Comprehensive Annual Financial Report

For Fiscal Year Ended June 30 , 2022

# 2022



***STATE OF MISSOURI***  
***ANNUAL COMPREHENSIVE***  
***FINANCIAL REPORT***

*Fiscal Year Ended June 30, 2022*



***Michael L. Parson***  
***Governor***

***KENNETH J. ZELLERS***  
***Commissioner***  
***Office of Administration***

***STACY NEAL***  
***Director***  
***Division of Accounting***

*Prepared by*  
*Office of Administration, Division of Accounting*

***On the Cover:***

State Capitol with U.S. Flag, Michelle Pummill, Photographer

This report can be viewed on the Internet at <https://acct.ia.mo.gov/reports>

**STATE OF MISSOURI**  
**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2022**

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*The **Introductory Section** includes material to familiarize the reader with the organizational structure of the State, the nature and scope of services the State provides, and a summary of the financial activities of the State and the factors that influence these activities.*

**Michael L. Parson**  
Governor



**Kenneth J. Zellers**  
Commissioner

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**Stacy Neal**  
Director

March 24, 2023

The Honorable Michael L. Parson  
The Honorable Members of the Legislature  
Citizens of the State of Missouri

In accordance with generally accepted accounting principles, I submit to you the Annual Comprehensive Financial Report (ACFR) of the State of Missouri for the fiscal year ended June 30, 2022. This report was prepared by the Office of Administration, Division of Accounting, whose management is responsible for its contents.

The report is prepared to show the financial position and operating results of the State. The State's internal accounting controls provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposal and the reliability of financial records for preparing financial statements. The concept of reasonable assurance recognizes that the cost of a control should not exceed the resulting benefit. We believe the data presented is accurate in all material respects and that all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial activities have been included.

An annual audit of the basic financial statements is completed each year by the State Auditor's Office. The State Auditor conducts the audit in accordance with generally accepted government auditing standards, and their opinion has been included in this report. The State Auditor conducts a "Single Audit" of all federal funds in accordance with the Federal Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform guidance).

A narrative introduction, overview, and analysis of the basic financial statements is presented in the *Management's Discussion and Analysis (MD&A)* section of this report. This letter of transmittal is intended to complement MD&A and should be read in conjunction with it. The MD&A can be found immediately following the Independent Auditor's Report.

## **PROFILE OF THE GOVERNMENT**

Missouri was organized as a territory in 1812 and was the second state (after Louisiana) of the Louisiana Purchase to be admitted to the Union. Statehood was granted on August 10, 1821, making Missouri the 24th state. The State encompasses 68,945 square miles.

The State operates under three branches of government: executive, legislative, and judicial. The executive branch consists of the Governor, Lieutenant Governor, Secretary of State, State Auditor, State Treasurer, and Attorney General. The legislative branch consists of 34 members of the Senate and 163 members of the House of Representatives. The judicial branch is a three-tier court system: the Supreme Court, the State's highest court, has statewide jurisdiction; a court of appeals that consists of districts established by the General Assembly; and a system of circuit courts that has original jurisdiction over all cases and matters, civil and criminal.



The State provides a range of services in the areas of agriculture, education, health and social services, transportation systems, public safety, judicial systems, economic development, conservation and natural resources, labor relations, and general administration.

The State operates on a legally adopted budget in order to ensure compliance with legal provisions embodied in the annual appropriated budget passed by the General Assembly and approved by the Governor prior to the beginning of the fiscal year. If appropriations are not sufficient for a fiscal year, supplemental amounts are requested during the next legislative session by the same process that original appropriations are requested. Budgets are established at the program level. Expenditures cannot exceed the individual appropriation amount. The Governor has the authority to reduce the allotments of appropriations in any fund if it appears that the revenue estimate will not be met. Article IV, Section 27 of the Missouri Constitution, amended in 2014, requires the Governor to notify the General Assembly if the Governor reduces allotments when it appears revenues will be less than estimated. This Section then gives the General Assembly the authority to overturn any of the Governor's restrictions with a two-thirds vote, similar to the procedure to overturn a veto. Unexpended appropriations lapse at the end of each fiscal year, unless reappropriated to the following budget fiscal year.

The financial reporting entity of the State includes all of the funds of the primary government as well as component units for which the State is financially accountable. The transmittal letter, MD&A, and the financial statements focus on the primary government and its activities. Although information pertaining to the component units is provided, their separately issued financial statements should be read to obtain a complete overview of their financial position.

## **ECONOMIC CONDITION AND OUTLOOK**

### **State Economy**

Revenue collection information as of June 30, 2022, indicates that net general revenues collections for fiscal year 2022 increased by 14.6% compared to June 2021, from \$11.24 billion in fiscal year 2021 to \$12.88 billion in fiscal year 2022. This increase reflects strong growth in all major tax categories.

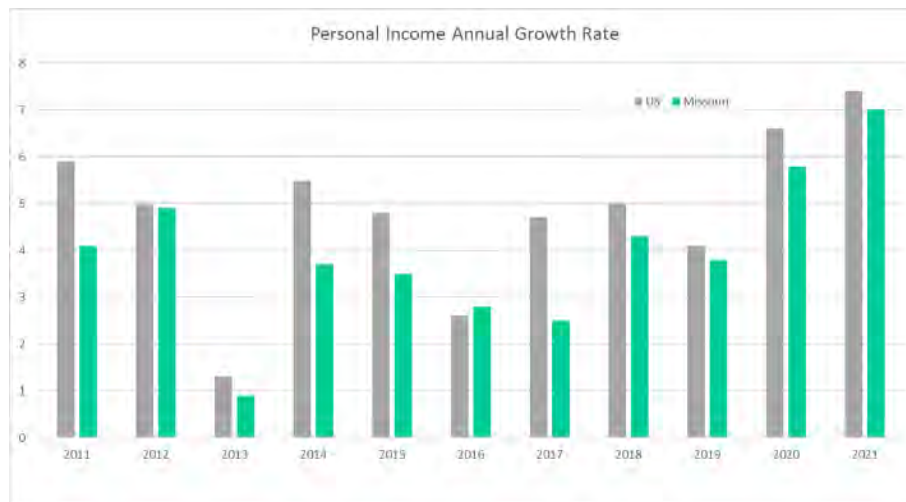
The State's economic outlook for fiscal year 2023 anticipates continued improvement in employment and wages, while consumption is expected to slow as federal stimulus wanes. Since fiscal year 2022 finished significantly above forecast, the Governor has begun fiscal year 2023 with no restrictions in place on general revenue spending. However, the Governor may restrict spending during the fiscal year if necessary.

During fiscal year 2022, the State received \$2,685,296,000 in grant monies as part of the American Rescue Plan Act (ARPA), \$1,698,819,000 of which is for Revenue Replacement. ARPA was signed to deliver relief to the American economy and work towards beating the COVID-19 virus. Monies received through ARPA are to be used for expenditures such as public health, assistance for negative economic impacts, infrastructure to provide safe drinking water, infrastructure for broadband, and some administrative expenses to assist in these endeavors. The Revenue Replacement portion specifically is to be spent on items such as provision of government services and non-federal match for other Federal programs

In November 2022 it was voted to legalize the use of recreational marijuana with estimated annual revenues of at least \$40.8 million.

Missouri's GDP was \$295.7 billion in 2021 in 2012 inflation-adjusted dollars; this is a 4.6% increase over 2020. Missouri's per capita personal income was \$55,159 in 2021, an increase from 2020. The national per capita income is \$63,444. While the State's per capita income is lower than the national average, so is the cost of living. In 2021, Missouri ranked 7th lowest in cost of living for states.

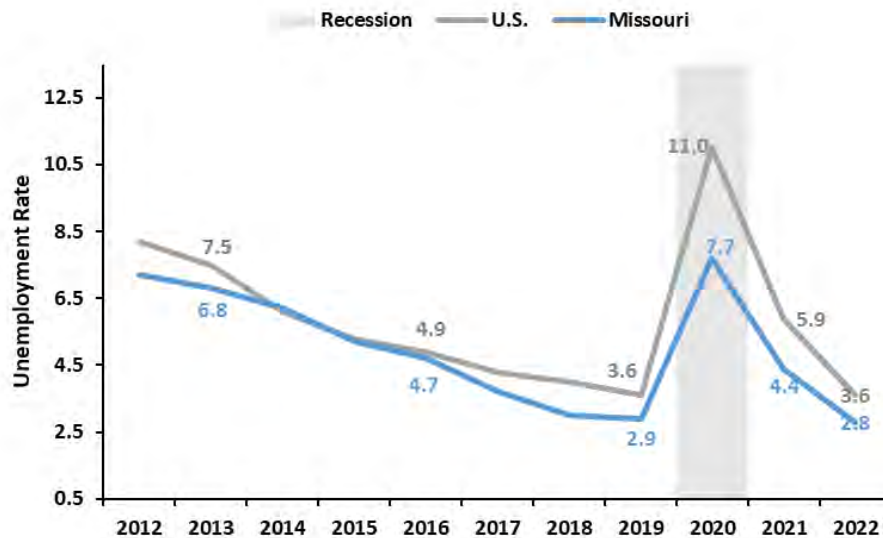
## Personal Income Annual Growth Rate



Source: MERIC 2022 Missouri Economic Report

In July 2022, Missouri's unemployment rate was 2.8%, while the nation's unemployment rate was 3.6%, a significant decrease from July 2021, reflecting continued recovery from the economic downturn caused by the COVID-19 pandemic during 2020. Prior to the COVID-19 pandemic, Missouri and the nation were experiencing record low unemployment numbers and a tight labor market. The current unemployment rate of 2.8%, a historic low, shows economic improvement following the COVID-19 pandemic.

## Unemployment Rate Month of June, Year-Over-Year 2012 - 2022



Source: MERIC 2022 Missouri Economic Report

## **Long-Term Financial Planning**

During the 2014 legislative session, the legislature passed Senate Bill 509 and Senate Bill 496, relating to changes to the State's income tax structure. The legislation reduced the maximum tax rate on personal income and created an income tax deduction for business income as well as increased a personal exemption for individuals that have an adjusted gross income of less than \$20,000. (The federal Tax Cuts and Jobs Act of 2017 eliminated the personal exemption.) The implementation of the tax cut is gradual with a 0.10% decline each calendar year and will go into effect following fiscal years where net general revenue collections grow at least \$150 million. Estimates indicate that the bills will cost at least \$620 million annually once fully in effect, which will occur in fiscal year 2025 at the earliest, due to a phased implementation. General revenue growth for fiscal year 2017, 2018, and 2021 triggered the first three income tax reductions in tax year 2018, 2019, and 2022. The general revenue growth for 2019 and 2020 did not trigger a tax reduction for tax years 2020 and 2021.

The General Assembly passed several tax-related bills during the 2022 legislative session. The General Assembly passed HB 2400 which made multiple changes to individual income taxes and tax credits. HB 2400 created the SALT Parity Act, allowing pass-through businesses to file their individual income tax returns at the entity level. In addition, HB 2400 grants an income tax credit to S-corporations that earn income in certain states. The impact from these provisions on general revenue is unknown. The General Assembly passed HB 1606 and SB 652, which exempt the 2026 FIFA World Cup game tickets from sales tax. These bills will only result in a general revenue loss during fiscal year 2026. Another provision of HB 2400 creates a sales tax exemption for qualified research purchases. In addition, the General Assembly passed SB 745, which creates a sales tax exemption for utilities used by transient guest services and solar energy system purchases. SB 745 is expected to reduce general revenue by \$30 to \$32 million in fiscal year 2023. Once fully implemented, SB 745 is estimated to reduce general revenue by \$21 to \$23 million annually. The passage of HB 2400 also created and changed tax credit programs. It changes the self-employed health insurance tax credit, making the credit non-refundable and disallowing the use of both the credit and income tax deduction. In addition, HB 2400 created a tax credit for qualified research with an annual cap of \$20 million starting in FY 2024. HB 2400 is estimated to reduce general revenue by \$9 million annually once fully implemented. SB 672 creates a tax credit for activities located within a TIME Zone. The tax credit program has an annual \$5 million limit. The combined impact to general revenue during Fiscal Year 2023 is estimated to be an approximately \$13 to \$30 million loss. Once fully implemented, the legislation could reduce general revenue by up to \$30 million annually.

## **Relevant Financial Policies**

Article X, Sections 16-24 of the Constitution of Missouri (the "Tax Limitation Amendment"), imposes a limit on the amount of taxes that may be imposed by the General Assembly in any fiscal year. This limit is tied to total state revenues for fiscal year 1981, as defined in the Tax Limitation Amendment and adjusted annually, in accordance with the formula set forth in the amendment which is tied to increases in the personal income of Missouri for certain designated periods. If the revenue limit is exceeded by one percent or more in any fiscal year the excess revenue will be refunded pro-rata, based on the liability reported on state income tax returns. If the excess revenue collected is less than one percent of the revenue limit, the excess revenue shall be transferred to the General Revenue Fund.

The revenue limit can be exceeded by a constitutional amendment duly adopted by the people or if the General Assembly approves by a two-thirds vote an emergency declaration by the Governor. Strong economic growth resulted in revenues above the total state revenue limit in fiscal years 1995-1999. The State has refunded to taxpayers \$979 million in excess revenue for these fiscal years. The revenue limit was not exceeded in fiscal years 2000 through 2022, inclusive. The State is currently \$3.62 billion below the limit and does not expect the limit to be exceeded in fiscal year 2023.

## **Major Initiatives**

Highlights of the 2022 Regular Session include the passage of the following:

- **Workforce Development**

The General Assembly passed SB 672 which expands the state's adult higher education financial aid program, Fast Track. The program will now cover active-duty service personnel, offer grants for eligible apprenticeships, and have fewer application requirements. The General Assembly passed SB 718 which promotes adult education and workforce development by creating the Workforce Diploma program. With nearly 450,000 adult Missourians lacking a high school credential, this program will assist students, at no cost to them, to receive a diploma while teaching them workforce-ready skills.

- **Education**

The General Assembly passed SB 681 which offers new flexibility for innovative districts via a waiver program that will allow requirements on individual schools to be waived by the State Board if the schools shows they can improve student post-secondary readiness or teacher recruitment and retention. SB 681 also creates a framework for a more student-centered education system by promoting competency-based education which allows students to advance as they reach proficiency rather than at the pace determined by the whole class.

- **Elections**

The General Assembly passed HB 1878 which modernizes and revises many of the state's election and voting laws. Starting August 28th, 2022 all registered voters will be able to vote by mail or at an election authority up to two weeks prior to an election without needing an excuse for their absence on Election Day. The bill also updates the state's presidential primary election to reflect Missouri's political parties' long-standing caucus process. Lastly, HB 1878 moves all election authorities to paper ballot elections by prohibiting electronic-only voting machines after 2023.

- **Public Health**

The General Assembly passed HB 2162 which adds provisions aimed at addressing the opioid epidemic. The bill will improve access to addiction mitigation medication through a statewide standing order by the Department of Health and Senior Services director. Ahead of a global settlement with opioid manufacturers, HB 2162 will also allow more state departments to use the settlement funds on programs related to the opioid crisis.

- **Childcare**

The General Assembly passed SB 683 which improves access to child care by expanding the number of children allowed within licensed family child care homes. The bill also establishes a prison nursery program to allow a pregnant offender to stay with her child for up to 18 months. SB 683 also modifies a number of statutes to reflect Executive Order 21-1 which created the Office of Childhood and consolidated many early childhood-related responsibilities within the office

## **ACKNOWLEDGEMENTS**

While the Office of Administration, Division of Accounting, is responsible for the contents of this report, no one division could do it alone. Many people were involved in the compilation of materials necessary to complete the report.

We want to issue a special thanks to all the personnel at the State agencies who provided us with information quickly and accurately so that we could issue the ACFR in a timely manner. We also owe thanks to the professionalism and dedication demonstrated by technical and management personnel within the State Auditor's Office, the State Treasurer's Office, Office of Administration, Information Technology Services Division, and the State Printing Center. We appreciate all their efforts.

Sincerely,

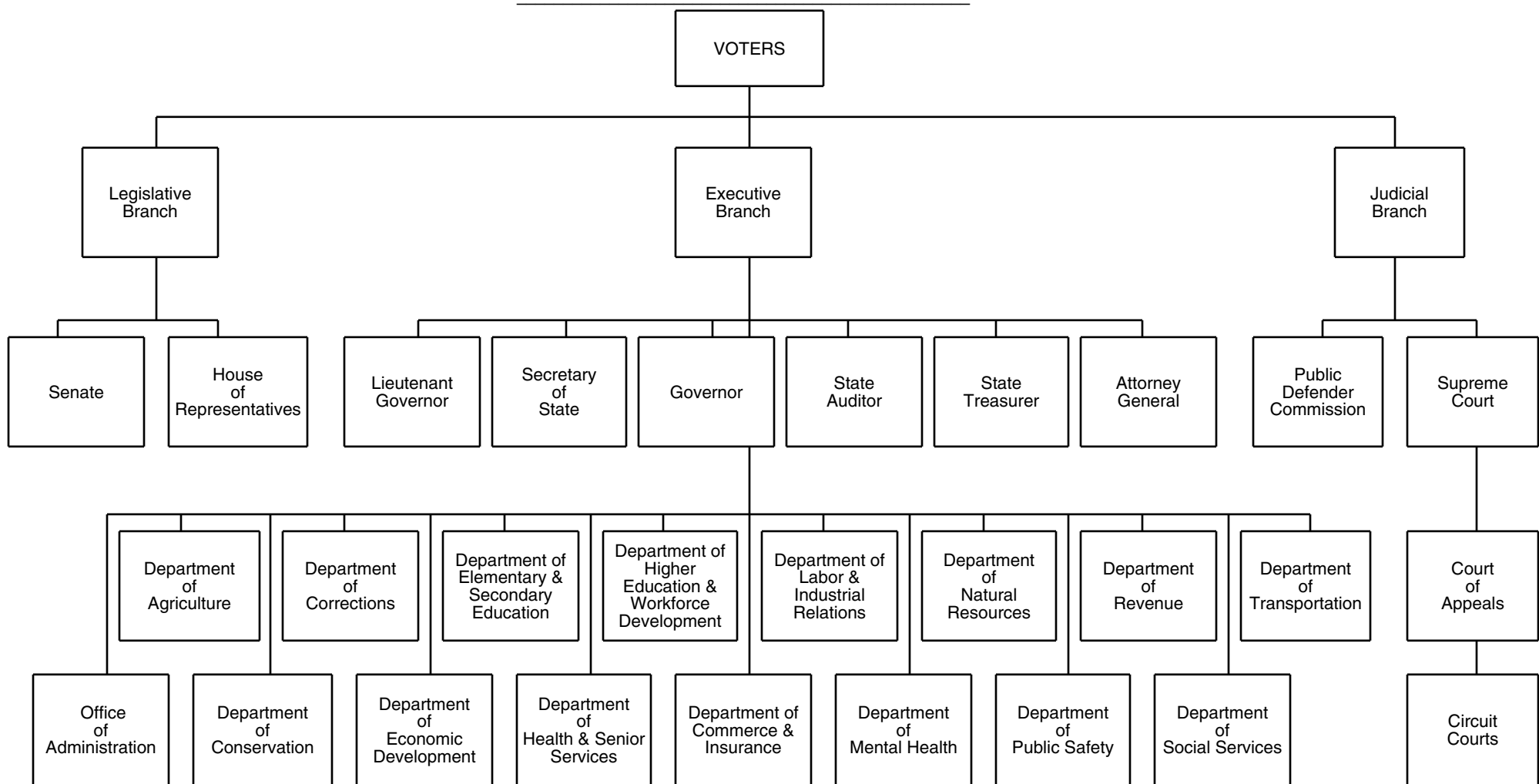
A handwritten signature in black ink that reads "Stacy Neal". The signature is written in a cursive, flowing style.

Stacy Neal, CPA  
Director

# STATE OF MISSOURI

## ORGANIZATIONAL CHART

June 30, 2022





**STATE OF MISSOURI  
PRINCIPAL STATE OFFICIALS  
as of June 30, 2022**

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**EXECUTIVE**

**Michael L. Parson**  
*Governor*

**Mike Kehoe**  
*Lieutenant Governor*

**John R. Ashcroft**  
*Secretary of State*

**Scott Fitzpatrick\***  
*State Auditor*

**Vivek Malek\***  
*State Treasurer*

**Andrew Bailey\***  
*Attorney General*

**LEGISLATIVE**

**Caleb Rowden\***  
*President Pro Tem of the Senate*

**Dean Plocher\***  
*Speaker of the House of Representatives*

**JUDICIAL**

**Paul C. Wilson**  
*Chief Justice of the Supreme Court*

\*Updated for new appointments and postings.



*The **Financial Section** includes the Independent Auditor's Report, Management's Discussion and Analysis, Basic Financial Statements, Required Supplementary Information, and Supplementary Information.*



**SCOTT FITZPATRICK**  
MISSOURI STATE AUDITOR

**INDEPENDENT AUDITOR'S REPORT**

Honorable Michael L. Parson, Governor  
and  
Members of the General Assembly

**Report on the Audit of the Financial Statements**

*Qualified and Unmodified Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Missouri, as of and for the year ended June 30, 2022, and the related notes to the financial statements, which collectively comprise the State of Missouri's basic financial statements as listed in the table of contents.

*Summary of Opinions*

<b>Opinion Unit</b>	<b>Type of Opinion</b>
Governmental Activities	Qualified
Business-Type Activities	Unmodified
Aggregate Discretely Presented Component Units	Unmodified
General Fund	Qualified
Public Education Fund	Unmodified
Conservation and Environmental Protection Fund	Unmodified
Missouri Road Fund	Unmodified
State Lottery Fund	Unmodified
Unemployment Compensation Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

*Qualified Opinions on the Governmental Activities and the General Fund*

In our opinion, based on our audit and the reports of other auditors, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the General Fund of the State of Missouri, as of June 30, 2022, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Missouri Road Fund, a major fund; the Missouri Road Bond Fund; the Conservation Employees' Insurance Plan; the Transportation Self-Insurance Plan; the Missouri State Employees' Insurance Plan; the Missouri Consolidated Health Care Plan; and the Missouri Department of Transportation and Missouri State Highway Patrol Medical and Life Insurance Plan, which

represent 61 percent of the assets and 9 percent of the revenues of the governmental activities. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those entities and funds, are based solely on the reports of the other auditors.

### *Unmodified Opinions*

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the aggregate discretely presented component units, each major fund excluding the General Fund, and the aggregate remaining fund information of the State of Missouri, as of June 30, 2022, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of certain entities and funds. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those entities and funds, are based solely on the reports of the other auditors. Those entities and funds were:

1. The State Lottery Fund, a major fund, and the Petroleum Storage Tank Insurance Fund which represent 17 percent of the assets and 79 percent of the revenues of the business-type activities.
2. The aggregate discretely presented component units.
3. The pension (and other employee benefit) trust funds and the Missouri Department of Transportation custodial funds which represent 92 percent of the assets and 3 percent of the additions of the fiduciary funds.

### *Basis for Qualified and Unmodified Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the State of Missouri and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified audit opinions. The financial statements of the Conservation Employees' Insurance Plan, the Missouri State Employees' Insurance Plan, and the Missouri Consolidated Health Care Plan, internal service funds; the Missouri Development Finance Board, the Missouri Agricultural and Small Business Development Authority, and the State Environmental Improvement Energy Resources Authority, discretely presented component units; and the pension (and other employee benefit) trust funds were not audited in accordance with *Government Auditing Standards*.

### *Matter Giving Rise to Qualified Opinions on the Governmental Activities and the General Fund*

We were not allowed access to tax returns and related source documents for income taxes. Access was denied based on the Department of Revenue's interpretation of the decision rendered by the Missouri Supreme Court in the case of *Director of Revenue v. State Auditor* 511 S.W.2d 779 (Mo. 1974). Approximately 29 percent of governmental activities revenues and 32 percent of General Fund revenues

are from this source. We were unable to satisfy ourselves by appropriate audit procedures as to the income tax revenue beyond the amounts recorded.

### ***Emphasis of Matter***

As discussed in Note 17 to the financial statements, the 2021 financial statements have been restated for the implementation of GASB Statement No. 87, *Leases*, and to correct misstatements. Our opinions are not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the State of Missouri's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the State of Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the State of Missouri's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the information listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of Missouri's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the audit procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, except for the effect of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based



on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

**Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, our report dated March 24, 2023, on our consideration of the State of Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters will be issued under separate cover in the Report on Internal Control, Compliance, and Other Matters. The purpose of our report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State of Missouri's internal control over financial reporting or on compliance. Our report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of Missouri's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Kim Spraggs". The signature is written in a cursive, flowing style.

Kim Spraggs, CPA, CGAP  
Director of Audits

March 24, 2023



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*The Management's Discussion and Analysis provides a narrative overview and analysis of the financial activities of the State.*

# Management's Discussion and Analysis

The following is a discussion and analysis of the State of Missouri's financial activities for the fiscal year ended June 30, 2022. Readers are encouraged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal.

## FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

### Government-Wide:

- *Net Position.* Assets and deferred outflows of the State of Missouri exceeded liabilities and deferred inflows at the close of fiscal year 2022 by \$37.3 billion. Of the \$37.3 billion, "unrestricted net position" is reported as a negative \$1.7 billion, offset by \$6.1 billion in "restricted net position", and \$32.9 billion net investment in capital assets.
- *Changes in Net Position.* The State's total net position increased by \$5.0 billion in fiscal year 2022. Net position for governmental-type activities increased by \$4.8 billion.
- *Excess of Revenues over (under) Expenses.* During fiscal year 2022, the State's total revenues of \$38.5 billion were \$5.0 billion greater than total expenses of \$33.5 billion (excluding capital contributions, transfers, and extraordinary items). Of these expenses, \$21.1 billion were covered by program revenues. General revenues, generated primarily from various taxes, totaled \$17.4 billion.

### Fund-Level:

- *Governmental Funds – Fund Balance.* At the close of fiscal year 2022, the State's governmental fund assets exceeded liabilities by \$14.0 billion, an increase of \$4.0 billion or 39.5% from the prior year. The increase was due to the net effect of several factors. Revenues increased \$2.1 billion, primarily from an increase in tax revenue of \$2.3 billion and related expenditures in Education increased \$1.3 billion.
- *General Fund – Fund Balance.* At the end of the current fiscal year, the State's General Fund reported a balance of \$8.7 billion.

Additional information regarding individual funds begins on Page 8.

### Debt Issued and Outstanding:

- The primary government's total long-term obligations related to bonds payable decreased \$173.6 million, or 7.9%, over the prior year. The outstanding bonds payable represents 8.9% of financial assets (cash, receivables, and investments) and 3.5% of total assets. On October 19, 2021, the Board of Public Buildings of the State of Missouri issued its Taxable Special Obligation Bonds, Series A 2021, in the amount of \$60.9 million. On December 15, 2021, the Missouri Highways and Transportation Commission issued its Third Lien State Road Bonds, Series A 2021, in the amount of \$89.0 million. Additionally, bond payments of \$323.4 million were made during the fiscal year. The State has financed purchases through direct borrowing with banks in the amount of \$31.4 million. Additional detail is available in *Note 11*.

### Revenue Limit:

- The State Constitution limits the State's ability to retain revenue collected over an amount set by a constitutional amendment known as Article X. Excess revenue of 1.0% or more must be refunded to the taxpayers each year. During fiscal year 2022, the State did not exceed the revenue limit.

## OVERVIEW OF THE FINANCIAL STATEMENTS

The State's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

### Government-Wide Financial Statements:

The government-wide financial statements are designed to provide readers with a broad overview of the State's finances in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the State's assets, deferred outflows, liabilities, and deferred inflows, with the difference between them reported as *net position*. Increases or decreases in net position may serve as a useful indicator of the State's financial position.

The *Statement of Activities* presents information showing how the State's net position changed during the most recent fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of when the cash is received. Thus, revenues and expenses are reported in the statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements report three activities:

*Governmental Activities* are primarily supported by taxes and intergovernmental revenues. They include general government, education, natural and economic resources, transportation and law enforcement, and human services.

*Business-Type Activities* are intended to recover all or a significant portion of their costs through user fees and charges. They include constructing or operating state park facilities, fairgrounds, historical properties and office buildings, hospital services, warehousing, merchandising, publishing maps and documents, insurance coverage, and inmate canteen. Also included are the operations of the State Lottery and Unemployment Compensation funds.

*Discretely Presented Component Units* are operations for which the State has financial accountability, but are legally separate. They include the college and universities, Missouri Development Finance Board, Missouri Agricultural and Small Business Development Authority, Missouri Transportation Finance Corporation, Missouri Wine and Grape Board, and the State Environmental Improvement Energy Resources Authority.

### Fund Financial Statements:

The fund financial statements present more detailed information about the government's operations than the government-wide statements. The State uses fund accounting to ensure and demonstrate compliance with statutory requirements. The funds of the State can be divided into three categories: governmental, proprietary, and fiduciary.

*Governmental funds.* Governmental funds are used to account for most of the basic services provided by the State. Unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of current financial resources and utilize the modified accrual basis of accounting. This presentation focuses on when cash will be received and disbursed making the statements useful in evaluating a government's financing requirements in the near future.

Governmental funds include the general, special revenue, capital projects, debt service, and permanent funds. Major funds include general, public education, conservation and environmental protection, and the Missouri Road Fund which are presented in separate columns. Data from other governmental funds are combined into a single column for aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements in supplementary information.

A user can compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. A reconciliation to facilitate this comparison is provided on the page immediately following each governmental fund financial statement.

**Proprietary funds.** Proprietary funds are used to account for activities similar to private businesses in which goods and services are sold for specified fees. Generally, the State uses enterprise funds to account for activities that provide goods and services to the general public. These include constructing or operating state park facilities, fairgrounds, historical properties and office buildings, hospital services, warehousing, merchandising, and publishing maps and documents. Also included are the operations of the State Lottery and Unemployment Compensation funds. Internal service funds report activities that provide supplies and services for the State's other programs and activities. The State uses internal service funds to account for insurance and health care plans, as well as administrative services for other state agencies, such as fleet management, data processing, and telecommunication services. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds focus on economic resources and utilize the full accrual basis of accounting. The proprietary fund financial statements provide separate information for the State Lottery and Unemployment Compensation, which are considered major enterprise funds. Non-major enterprise funds are also combined into a single column for aggregated presentation. All internal service funds are combined into a single column in the proprietary fund financial statements. Individual fund data for the non-major enterprise and internal service funds is provided in the form of combining statements in supplementary information.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside State government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are not available to support the State's own programs. The fiduciary funds are presented using the full accrual basis of accounting.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information (RSI) including a budgetary comparison schedule for the General Fund and major special revenue funds and schedules for pension and other post-employment benefits. Other supplementary information includes the combining statements for the general, non-major governmental, non-major enterprise, internal service, fiduciary, and non-major component unit funds. It also includes the statistical section as well as budgetary comparison schedules and statements for the Missouri Road Fund, non-major special revenue, debt service, capital projects, and permanent funds.

## GOVERNMENT-WIDE FINANCIAL ANALYSIS

### Net Position:

The State's total net position increased \$5.0 billion during fiscal year 2022. Cash and cash equivalents and investments increased \$6.4 billion. This was mainly due to a decrease in unemployment compensation of \$3.4 billion because of a decline in the benefits paid compared to during the COVID-19 pandemic. There was also an increase of \$4.1 billion in tax revenues. Accounts receivable increased \$915.3 million. Capital assets increased \$487.6 million primarily related to an increase in investment in the State's infrastructure and the implementation of GASB Statement No. 87 - *Leases*. The State issued the Third Lien State Road Bonds, Series A 2021 in the amount of \$89.0 million. This issuance plus bond payments of \$320.1 million resulted in bonds payable and the related unamortized bond premium liability to decrease by \$253.9 million for Governmental Activities. The Board of Public Buildings of the State of Missouri issued the Taxable Special Obligation Bonds, Series A 2021, in the amount of \$60.9 million. This issuance and bond payments of \$3.3 million resulted in Bonds Payable and the related unamortized bond discount liability to increase by \$57.5 million for Business Type Activities. The total issuances and bond payments resulted in a total decrease of \$196.5 million in bonds payable liability and the related unamortized bond premium/discount liability for the State.

Net investment in capital assets, which includes capital assets, bonds payable, and lease/financed purchase obligations, is the largest component of the State's net position at \$32.9 billion or 88.1%. These assets include construction in progress, software in progress, infrastructure in progress, land, easements, land improvements, buildings, equipment, software, trademarks and intangible right-to-use assets related to leases which are not easily converted to cash or readily available to pay state debts as they come due. Net investment in capital assets and restricted net position, which do not represent resources available to pay day-to-day operating expenses, increased by \$564.0 million or 1.5%. The increase was primarily due to the increase in capital assets of \$487.6 million and a decrease in related outstanding bond, lease, and financed purchase obligation of \$426.9 million.

Restricted net position of the primary government totaled \$6.1 billion or 16.4% of total net position vs. 19.7% from the prior year. Net position is restricted for several reasons including constitutional, legal, enabling legislation, or external requirements. Examples of restricted net position include lottery proceeds restricted for public education, funds restricted for debt service, and certain sales taxes restricted for the maintenance of highways or state parks and conservation areas. Also, many federal funds are restricted to funding certain programs.

The following table displays the current and prior year government-wide condensed Statement of Net Position.

<b>STATEMENT OF NET POSITION</b> (In Thousands of Dollars)						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021*	2022	2021*	2022	2021*
<b>ASSETS:</b>						
Current and Other Assets	\$ 21,628,004	\$ 14,515,078	\$ 1,159,513	\$ 945,183	\$ 22,787,517	\$ 15,460,261
Capital Assets, Net	34,546,556	34,059,874	111,892	111,023	34,658,448	34,170,897
<i>Total Assets</i>	<u>56,174,560</u>	<u>48,574,952</u>	<u>1,271,405</u>	<u>1,056,206</u>	<u>57,445,965</u>	<u>49,631,158</u>
<b>DEFERRED OUTFLOWS:</b>	<u>1,626,542</u>	<u>1,686,566</u>	<u>7,697</u>	<u>8,356</u>	<u>1,634,239</u>	<u>1,694,922</u>
<b>LIABILITIES:</b>						
Other Liabilities	5,050,262	2,481,674	57,789	57,649	5,108,051	2,539,323
Long-Term Liabilities	14,656,946	15,768,404	310,013	269,934	14,966,959	16,038,338
<i>Total Liabilities</i>	<u>19,707,208</u>	<u>18,250,078</u>	<u>367,802</u>	<u>327,583</u>	<u>20,075,010</u>	<u>18,577,661</u>
<b>DEFERRED INFLOWS:</b>	<u>1,679,954</u>	<u>425,136</u>	<u>9,125</u>	<u>1,750</u>	<u>1,689,079</u>	<u>426,886</u>
<b>NET POSITION:</b>						
Net Investment in Capital Assets	32,817,336	31,935,183	52,443	111,023	32,869,779	32,046,206
Restricted	6,094,563	6,349,360	19,331	24,078	6,113,894	6,373,438
Unrestricted	(2,497,959)	(6,698,239)	830,401	600,128	(1,667,558)	(6,098,111)
<i>Total Net Position</i>	<u>\$ 36,413,940</u>	<u>\$ 31,586,304</u>	<u>\$ 902,175</u>	<u>\$ 735,229</u>	<u>\$ 37,316,115</u>	<u>\$ 32,321,533</u>

\*Fiscal year 2021 amounts have been restated.



## Changes in Net Position:

The schedule below reflects how the State's net position changed during the year. The State collected program revenues of \$21.1 billion and general revenues of \$17.4 billion for total revenues of \$38.5 billion during fiscal year 2022. Expenses for the State during fiscal year 2022 were \$33.5 billion. Total net position, net of contributions and transfers, increased by \$5.0 billion.

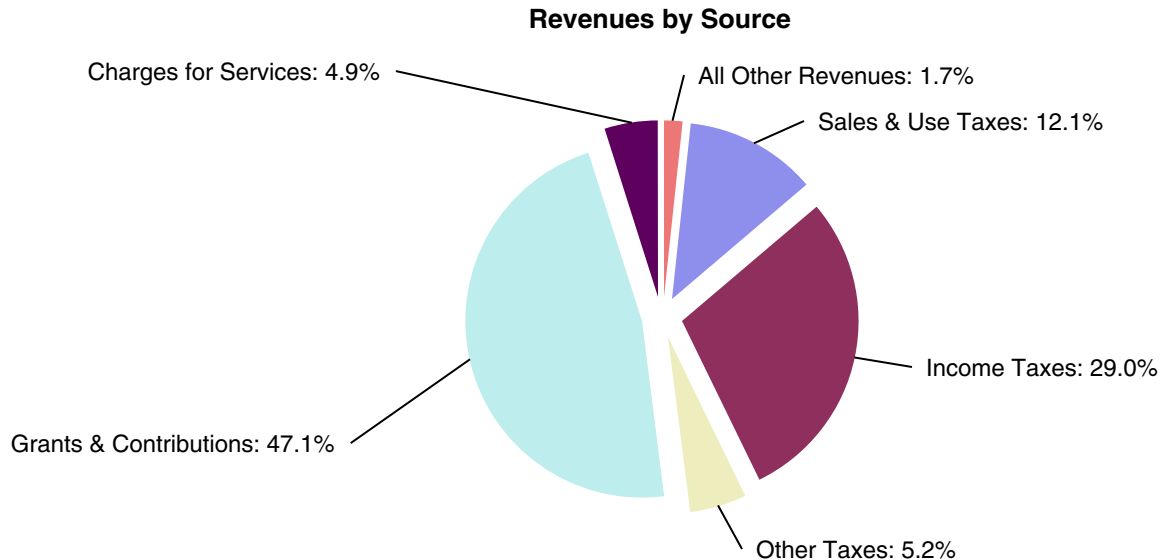
The following table displays the current and prior year government-wide condensed Statement of Activities.

<b>STATEMENT OF ACTIVITIES</b> (In Thousands of Dollars)						
	Governmental Activities		Business-Type Activities		Total	
	2022	2021*	2022	2021*	2022	2021*
<b>REVENUES:</b>						
Program Revenues:						
Charges for Services	\$ 1,780,806	\$ 2,253,610	\$ 1,876,745	\$ 1,893,043	\$ 3,657,551	\$ 4,146,653
Operating Grants and Contributions	16,193,195	15,793,490	423,896	3,260,494	16,617,091	19,053,984
Capital Grants and Contributions	872,728	1,567,072	—	—	872,728	1,567,072
General Revenues:						
Sales and Use Taxes	4,386,219	3,608,744	—	—	4,386,219	3,608,744
Income Taxes	10,512,542	8,522,806	—	—	10,512,542	8,522,806
Other Taxes	1,869,412	1,621,969	—	—	1,869,412	1,621,969
Other Revenues	610,142	103,387	2,128	10,379	612,270	113,766
<i>Total Revenues</i>	<u>36,225,044</u>	<u>33,471,078</u>	<u>2,302,769</u>	<u>5,163,916</u>	<u>38,527,813</u>	<u>38,634,994</u>
<b>EXPENSES:</b>						
General Government	1,388,801	1,703,806	—	—	1,388,801	1,703,806
Education	9,056,710	7,782,932	—	—	9,056,710	7,782,932
Natural and Economic Resources	1,501,480	1,350,353	—	—	1,501,480	1,350,353
Transportation and Law Enforcement	2,297,701	2,100,853	—	—	2,297,701	2,100,853
Human Services	17,459,743	17,022,298	—	—	17,459,743	17,022,298
State Lottery	—	—	1,424,911	1,434,104	1,424,911	1,434,104
Unemployment Compensation	—	—	254,450	3,680,869	254,450	3,680,869
State Fair Fees	—	—	4,794	2,257	4,794	2,257
State Parks and DNR	—	—	15,456	12,574	15,456	12,574
Historic Preservation	—	—	412	376	412	376
Petroleum Storage Tank Insurance	—	—	17,047	17,341	17,047	17,341
Surplus Property	—	—	1,368	1,706	1,368	1,706
Revenue Information	—	—	7	7	7	7
Inmate Canteen	—	—	30,891	32,495	30,891	32,495
All Other Expenses	79,943	80,878	—	—	79,943	80,878
<i>Total Expenses</i>	<u>31,784,378</u>	<u>30,041,120</u>	<u>1,749,336</u>	<u>5,181,729</u>	<u>33,533,714</u>	<u>35,222,849</u>
Increase (Decrease) in Net Position before Capital Contributions, Transfers, and Extraordinary Items	4,440,666	3,429,958	553,433	(17,813)	4,994,099	3,412,145
<i>Transfers and Extraordinary Items</i>	<u>386,487</u>	<u>70,605</u>	<u>(386,487)</u>	<u>(70,605)</u>	<u>—</u>	<u>—</u>
Change in Net Position	4,827,153	3,500,563	166,946	(88,418)	4,994,099	3,412,145
<i>Net Position – July 1</i>	<u>31,586,787</u>	<u>28,085,741</u>	<u>735,229</u>	<u>823,647</u>	<u>32,322,016</u>	<u>28,909,388</u>
<i>Net Position – June 30</i>	<u>\$36,413,940</u>	<u>\$31,586,304</u>	<u>\$ 902,175</u>	<u>\$ 735,229</u>	<u>\$37,316,115</u>	<u>\$32,321,533</u>
*Fiscal year 2021 amounts have been restated. Fiscal year 2021 June 30 Net Position does not tie to fiscal year 2022 July 1 Net Position due to the restatement for GASB 87, which is a beginning balance restatement.						

## Governmental Activities

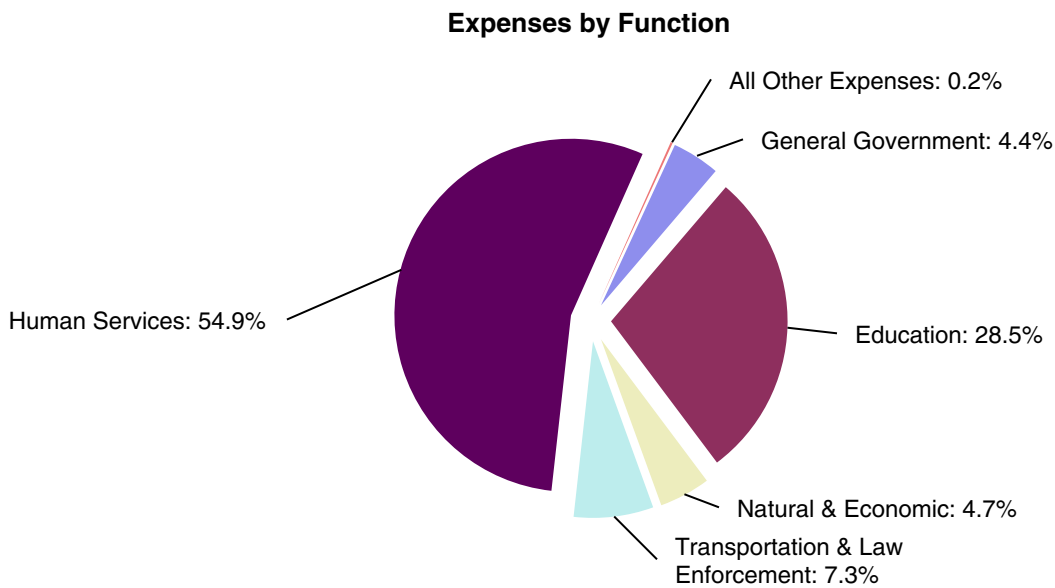
The net position of governmental activities increased \$4.8 billion in fiscal year 2022. General and program revenues of governmental activities were \$2.8 billion more in fiscal year 2022 than in fiscal year 2021, most notably due to an increase in income taxes.

As shown in the Revenues by Source chart below, approximately 46.3% of revenues from all sources earned came from taxes. Grants and contributions, which represents amounts received from other governments/entities, primarily the federal government, provided 47.1% of total revenue. Charges for services contributed 4.9% and various other revenues provided 1.7% of the remaining governmental activity revenue sources.



The State's governmental activities program expenses for fiscal year 2022 were \$1.7 billion more than fiscal year 2021. The most notable increase is \$1.3 billion in Education. This is mainly due to an increase in federal funding related to the Elementary and Secondary School Emergency Relief Fund (ESSER).

As shown in the Expenses by Function chart below, expenses for Human Services comprised the largest portion of total governmental activities expenses at 54.9%, followed by Education at 28.5%.

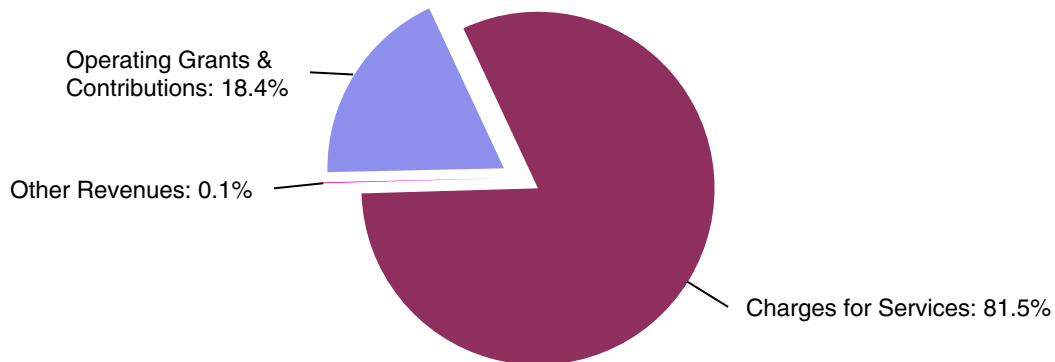


## Business-Type Activities

Net position of the State's business-type activities increased \$166.9 million in fiscal year 2022, primarily caused by a decrease in overall expenses. The decrease was primarily caused by a decrease in unemployment benefit costs following COVID-19.

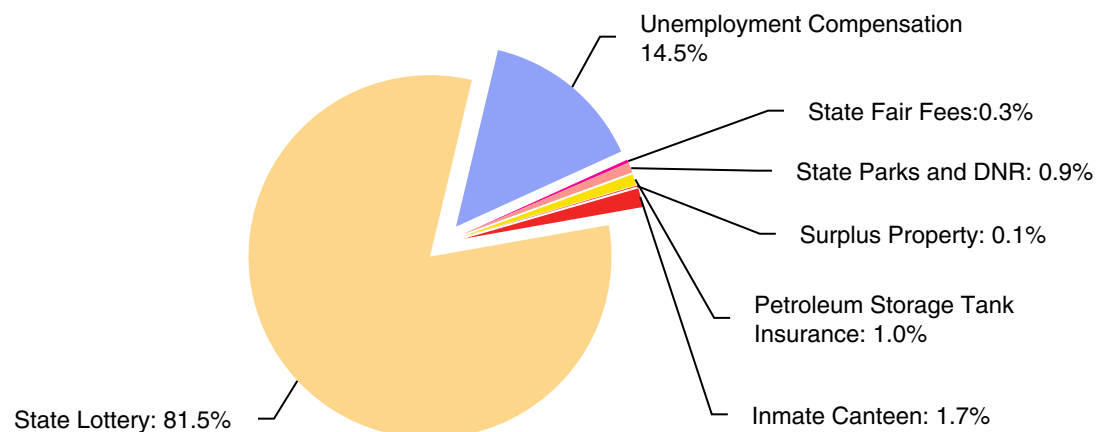
Revenues of business-type activities totaled \$2.3 billion. As shown in the Revenues by Source chart below, 81.5% of the revenues came from charges for services. Operating grants and contributions provided 18.4% of the total revenues and all other revenues provided 0.1%.

**Revenues by Source**



Expenses of business-type activities totaled \$1.7 billion. As shown in the Expenses by Fund chart below, State Lottery makes up the largest portion with 81.5% of total business-type expenses. Unemployment Compensation comes in second at 14.5%, followed by Inmate Canteen at 1.7%, Petroleum Storage Tank Insurance at 1.0%, State Parks and DNR at 0.9%, State Fair Fees at 0.3%, and Surplus Property at 0.1%.

**Expenses by Fund**



## FINANCIAL ANALYSIS OF THE STATE'S INDIVIDUAL FUNDS

### Governmental Funds:

At the end of fiscal year 2022, the State's governmental funds reported combined ending fund balances of \$14.0 billion. Approximately 74.6% is unrestricted and available for spending at the government's discretion. The remainder of fund balance is nonspendable and restricted to indicate that it is not available for new spending because it has already been allocated for: 1) inventories, 2) to pay debt service, 3) for loans receivable, and 4) for a variety of other purposes.

Fund balances (in thousands) for governmental funds are as follows:

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Total
Nonspendable	\$ 161,279	\$ —	\$ 219	\$ 46,849	\$ 73,091	\$ 281,438
Restricted	999,191	479,940	247,664	1,083,032	460,833	3,270,660
Committed	760,316	5,317	1,986,022	—	423,317	3,174,972
Assigned	207,622	36,969	100,538	—	344,003	689,132
Unassigned	6,555,818	—	—	—	—	6,555,818
<b>Total</b>	<b>\$ 8,684,226</b>	<b>\$ 522,226</b>	<b>\$ 2,334,443</b>	<b>\$ 1,129,881</b>	<b>\$ 1,301,244</b>	<b>\$ 13,972,020</b>

The General Fund is the chief operating fund of the State. At the end of fiscal year 2022, the State's General Fund reported a total fund balance of \$8.7 billion, an increase of \$4.0 billion from fiscal year 2021. Investments increased by \$4.0 billion. Other significant changes from fiscal year 2021 includes an increase in cash of \$2.2 billion, offset by an increase in unearned revenue of \$2.4 billion. These increases are mainly due to an increase of \$2.1 billion in tax revenue and \$2.7 billion received in federal ARPA funds, \$2.6 billion of which is not yet spent and, therefore, not yet earned.

The Public Education Fund provides general and special education services to the children of the State and other related functions, such as library services and student loans. Fund balance ended the year with a balance of \$522.2 million, an increase of \$120.0 million or a 29.8% increase from fiscal year 2021. This was mainly due to an increase of \$35.0 million in cash and an increase of \$70.8 million in investments which was mainly due to a \$124.5 million increase in sales and use tax..

The Conservation and Environmental Protection Fund provides the preservation of the State's wildlife and environment. At the end of fiscal year 2022, the fund balance was \$2.3 billion, a decrease of \$30.6 million from fiscal year 2021. Cash and cash equivalents and investments increased \$67.7 million while loans receivable decreased \$108.2 million.

The Missouri Road Fund accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system. Total fund balance decreased \$68.4 million from fiscal year 2021. Revenues totaled \$1.3 billion while expenditures totaled \$2.0 billion. Total revenues decreased by \$326.6 million from fiscal year 2021, mainly due to a decrease of \$319.0 million in Contributions and Intergovernmental from federal grants revenue.

### Proprietary Funds:

The State has two major proprietary funds: State Lottery and Unemployment Compensation. The State Lottery Fund was established in 1986 to account for the sale of lottery tickets and lottery operations. Since 1992, public education has been the sole beneficiary of lottery proceeds. Unemployment Compensation accounts for contributions and payments collected from Missouri employers under the provision of the "Unemployment Compensation Law." This tax finances benefits for workers who become unemployed through no fault of their own.

The State Lottery Fund's net position decreased by \$6.2 million in fiscal year 2022, due mainly to fluctuation in market yields, which increase or reduce the unrealized gain on investments. Total operating revenues decreased by 1.0% and operating expenses decreased by 0.6% in fiscal year 2022. Ticket sales decreased by \$18.5 million which also led to a decrease in prize expenses of \$1.6 million. The decrease was mainly the result of a decline in Scratcher ticket sales of \$20.4 million.

The Unemployment Compensation Fund's net position increased by \$174.9 million during fiscal year 2022. This is mainly due to an increase in cash of \$151.6 million and an increase in accounts receivable of \$24.8 million. Additionally, revenues, mainly Federal Contracts, decreased by \$2.8 billion and unemployment benefits expense decreased by \$3.4 billion. The increase in cash as well as the decrease in expenses are due to a decline in benefits paid compared to what was paid during the pandemic. The decrease in revenues is a result of the state no longer receiving federal pandemic revenues at the rate seen in fiscal year 2021. The increase in accounts receivable is due to the increase of overpayments established from pandemic programs that were paid in prior years.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The original budget is the appropriated budget that is truly agreed to and finally passed by the legislature, and signed by the Governor at the beginning of the fiscal year. The final budget includes emergency and supplemental appropriations, reverted amounts, and increases to estimated appropriations, which occur during the fiscal year.

Budgeted charges to appropriations for fiscal year 2022 from the General Fund were \$35.1 billion original budget and \$40.1 billion final budget. Actual spending was \$30.4 billion. Reasons for the final budget variances include:

- Appropriation authority exceeded cash available for expenditures.
- Lapse of various appropriations.
- Multiple year grants are appropriated in one year, but the expenditures may occur over several years.
- Capital improvement appropriations were restricted during the budget process.

Budgeted revenues/transfers in for fiscal year 2022 for the General Fund were \$37.4 billion original budget and \$39.3 billion final budget. Actual revenue/transfers in was \$36.9 billion.

Refer to the *Notes to RSI*, Budgetary Reporting, on page 141 for more information on budgetary variances.

## GOVERNMENT-WIDE CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets:

The State's investment in capital assets for its governmental and business-type activities as of June 30, 2022, was \$34.7 billion (net of accumulated depreciation/amortization). This investment in capital assets includes construction in progress, software in progress, infrastructure in progress, land, permanent easements, land improvements, temporary easements, buildings and improvements, equipment, software, trademarks, infrastructure, and intangible right-to-use assets related to leases.

### Capital Assets of the State include (in thousands):

	Governmental Activities	Business-Type Activities	Total
Construction in Progress	\$ 210,683	\$ 3,388	\$ 214,071
Software in Progress	123,671	—	123,671
Infrastructure in Progress	2,135,471	—	2,135,471
Land	3,102,979	32,794	3,135,773
Permanent Easements	7	2	9
Land Improvements	255,084	52,819	307,903
Temporary Easements	6,342	52	6,394
Buildings and Improvements	3,819,632	58,425	3,878,057
Equipment	1,508,917	44,406	1,553,323
Software	331,811	562	332,373
Trademarks	17	—	17
Infrastructure	53,559,574	—	53,559,574
Land - Right-to-Use	607	—	607
Temporary Easements - Right-to-Use	24	—	24
Buildings - Right-to-Use	91,809	1,866	93,675
Equipment - Right-to-Use	1,786	518	2,304
Infrastructure - Right-to-Use	25,244	—	25,244
<i>Subtotal</i>	65,173,658	194,832	65,368,490
Less Accumulated Depreciation/ Amortization	(30,627,102)	(82,940)	(30,710,042)
<b>Total Capital Assets, Net</b>	<b>\$ 34,546,556</b>	<b>\$ 111,892</b>	<b>\$ 34,658,448</b>

Additional information on capital assets can be found in *Note 5* of this report.

### Debt Administration:

At the end of fiscal year 2022, the primary government had total general obligation and other bonded debt outstanding of \$2.0 billion. Of this amount, \$12.1 million comprises debt backed by the full faith and credit of the government. The State had an additional \$31.4 million of financed purchases from direct borrowings obligation outstanding.

Principal amounts retired or refunded in fiscal year 2022 were \$16.6 million for general obligation bonds, \$306.8 million for other bonds, and \$16.6 million for direct borrowings.

The State of Missouri is proud to have maintained a Triple-A credit rating since 1989 from all three major credit rating agencies (Moody's Investor Services, Inc., Standard and Poor's, and Fitch Ratings, Inc.) on the State's General Obligation Bonds.

### Outstanding Bonds Payable Financed Purchase Obligation of the State include (in thousands):

	Governmental Activities	Business-type Activities	Component Units	Total
General Obligation Bonds	\$ 12,090	\$ —	\$ —	\$ 12,090
Other Bonds	1,950,235	57,575	2,100,219	4,108,029
Direct Placements	—	—	145,104	145,104
Financed Purchases from Direct Borrowings	31,417	—	77,482	108,899
<b>Total</b>	<b>\$ 1,993,742</b>	<b>\$ 57,575</b>	<b>\$ 2,322,805</b>	<b>\$ 4,374,122</b>

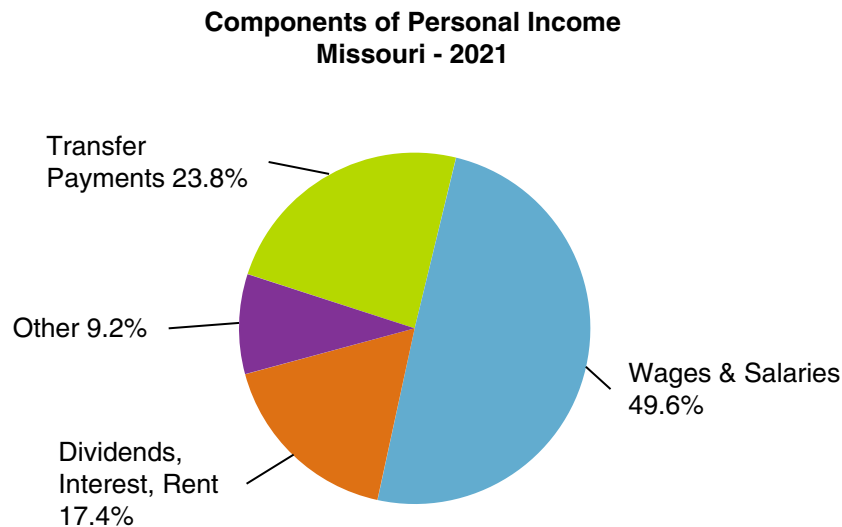
Additional information on long-term debt can be found in *Notes 10, 11, and 12* of this report.

## ECONOMIC OUTLOOK AND NEXT YEAR'S BUDGET

As a major manufacturing, financial, and agricultural state, Missouri's economic health is tied closely to that of the nation. The recovery after the COVID-19 induced recession was strong and is now nearly complete. Missouri's economy continues to expand; however, there are growing headwinds from inflation, energy market shocks, volatile stock markets, and geopolitical conflicts.

Missouri's personal income, which directly impacts individual income tax and sales tax, increased 7.0% in 2021. The strong personal income growth was primarily due to federal stimulus payments. Missouri's employment stood at 2.9 million in June 2022, about 2.3% higher than in June 2021. The state's seasonally adjusted unemployment rate registered 2.8% in June 2022, compared to 4.4% one year earlier. The national rate was 3.6% in June 2022.

Since 2015, personal incomes have increased, on average, 3.7% annually for the state and 4.3% for the nation. The average income of a Missouri citizen was \$55,159 in 2021, which was lower than the national average of \$63,444. Missouri's per capita personal income grew 6.7%, compared to national growth in per capita income of 7.3%, from 2020 to 2021. While the State's per capita income is lower than the national average, so is the cost of living. Missouri is among the most affordable states as it had the twelfth lowest cost of living in the United States during the first quarter of 2022. The below graph depicts the components of personal income, with transfer payments (such as social security, Medicare, etc.) comprising 23.8% of the State's total personal income, due in part to the State's aging population and federal COVID-19 related stimulus payments.



*Source: U.S. Bureau of Economic Analysis 2022*

The State of Missouri's net general revenue collections in fiscal year 2022 were \$12.9 billion, a 14.6% increase from fiscal year 2021 collections. This increase reflects strong growth in all major tax categories.

The State's economic outlook for Fiscal Year 2023 anticipates continued improvement in employment and wages, while consumption is expected to slow as federal stimulus wanes. Since Fiscal Year 2022 finished significantly above forecast, the Governor has begun Fiscal Year 2023 with no restrictions in place on general revenue spending. However, the Governor may restrict spending during the fiscal year if necessary.

## REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the State's finances for all those with an interest in the State's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of Administration, Division of Accounting, P.O. Box 809, Jefferson City, MO 65102.



*The **Basic Financial Statements** include the Government-Wide Financial Statements, the Governmental Fund Financial Statements, the Proprietary Fund Financial Statements, the Fiduciary Fund Financial Statements, the Component Unit Financial Statements, and the accompanying notes to the statements.*



**STATE OF MISSOURI**  
**STATEMENT OF NET POSITION**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Units
<b>Assets</b>				
Cash and Cash Equivalents (Note 3)	\$ 5,215,664	\$ 831,201	\$ 6,046,865	\$ 719,040
Investments (Note 3)	9,866,955	144,143	10,011,098	3,320,592
Invested Securities Lending Collateral (Note 3)	—	—	—	4,477
Receivables, Net (Note 13)	6,272,316	193,372	6,465,688	734,866
Internal Balances	45,747	(45,747)	—	—
Inventories	165,260	4,685	169,945	65,124
Deposits and Prepaid Expenses	691	—	691	45,222
Restricted Assets:				
Cash and Cash Equivalents (Note 3)	46,824	—	46,824	469,643
Investments (Note 3)	14,547	31,859	46,406	1,951,491
Receivables, Net	—	—	—	73,991
Other Assets	—	—	—	17,640
Capital Assets (Note 5):				
Not being depreciated	5,572,811	36,184	5,608,995	499,066
Being depreciated/amortized, net	28,973,745	75,708	29,049,453	5,310,725
Total Assets	56,174,560	1,271,405	57,445,965	13,211,877
<b>Deferred Outflows of Resources (Note 14)</b>	1,626,542	7,697	1,634,239	574,301
<b>Liabilities</b>				
Payables (Note 13)	2,109,328	56,392	2,165,720	527,623
Securities Lending Obligation (Note 3)	—	—	—	4,477
Unearned Revenue (Note 1)	2,813,583	1,397	2,814,980	186,565
Escheat/Unclaimed Property	127,351	—	127,351	—
Long-Term Liabilities:				
Due Within One Year (Note 10)	790,175	104,593	894,768	292,540
Due in More Than One Year (Note 10)	13,866,771	205,420	14,072,191	4,626,376
Total Liabilities	19,707,208	367,802	20,075,010	5,637,581
<b>Deferred Inflows of Resources (Note 14)</b>	1,679,954	9,125	1,689,079	471,932
<b>Net Position</b>				
Net Investment in Capital Assets	32,817,336	52,443	32,869,779	3,408,864
Restricted for:				
Budget Reserve	750,513	—	750,513	—
Debt Service	602,654	—	602,654	—
Grants	997,469	—	997,469	—
Enabling Legislation (Note 1)	895,814	—	895,814	—
Loans Receivable	1,503,620	—	1,503,620	—
Permanent Trusts:				
Expendable	110	—	110	762,172
Non-Expendable	67,054	—	67,054	1,629,128
External Parties	1,277,329	19,331	1,296,660	96,602
Unrestricted	(2,497,959)	830,401	(1,667,558)	1,779,899
Total Net Position	\$ 36,413,940	\$ 902,175	\$ 37,316,115	\$ 7,676,665

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF ACTIVITIES**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

<b>Functions/Programs</b>	<b>Expenses</b>	<b>Program Revenues</b>		
		<b>Charges for Services</b>	<b>Operating Grants and Contributions</b>	<b>Capital Grants and Contributions</b>
<b>Primary Government:</b>				
Governmental Activities:				
General Government	\$ 1,388,801	\$ 611,252	\$ 2,651,356	\$ —
Education	9,056,710	16,932	2,389,686	—
Natural and Economic Resources	1,501,480	293,504	527,080	7
Transportation and Law Enforcement	2,297,701	266,410	406,143	872,721
Human Services	17,459,743	578,645	10,218,930	—
Interest on Debt (Excluding Direct Expense)	79,943	14,063	—	—
Total Governmental Activities	<u>31,784,378</u>	<u>1,780,806</u>	<u>16,193,195</u>	<u>872,728</u>
Business-Type Activities:				
State Lottery	1,424,911	1,809,209	—	—
Unemployment Compensation	254,450	—	420,908	—
State Fair Fees	4,794	5,125	180	—
State Parks and DNR	15,456	12,474	2,773	—
Historic Preservation	412	1	—	—
Petroleum Storage Tank Insurance	17,047	17,270	—	—
Surplus Property	1,368	978	—	—
Revenue Information	7	576	—	—
Inmate Canteen Fund	30,891	31,112	35	—
Total Business-Type Activities	<u>1,749,336</u>	<u>1,876,745</u>	<u>423,896</u>	<u>—</u>
Total Primary Government	<u>\$ 33,533,714</u>	<u>\$ 3,657,551</u>	<u>\$ 16,617,091</u>	<u>\$ 872,728</u>
Component Units:				
College and Universities	\$ 5,302,736	\$ 3,578,170	\$ 1,820,509	\$ 58,514
Non-Major Component Units	11,362	7,926	—	—
Total Component Units	<u>\$ 5,314,098</u>	<u>\$ 3,586,096</u>	<u>\$ 1,820,509</u>	<u>\$ 58,514</u>

General Revenues:

Taxes:

Sales and Use

Individual Income

Corporate Income

County Foreign Insurance

Alcoholic Beverage

Fuel

Miscellaneous Taxes

Grants and Contributions not Restricted to Specific Programs

Unrestricted Investment Earnings

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning

Net Position - Ending

Net (Expenses) Revenues and Changes in Net Position				
Primary Government				
Governmental Activities	Business-Type Activities	Total	Component Units	
\$ 1,873,807	\$ —	\$ 1,873,807	\$	—
(6,650,092)	—	(6,650,092)		—
(680,889)	—	(680,889)		—
(752,427)	—	(752,427)		—
(6,662,168)	—	(6,662,168)		—
(65,880)	—	(65,880)		—
(12,937,649)	—	(12,937,649)		—
—	384,298	384,298		—
—	166,458	166,458		—
—	511	511		—
—	(209)	(209)		—
—	(411)	(411)		—
—	223	223		—
—	(390)	(390)		—
—	569	569		—
—	256	256		—
—	551,305	551,305		—
(12,937,649)	551,305	(12,386,344)		—
—	—	—		154,457
—	—	—		(3,436)
—	—	—		151,021
4,386,219	—	4,386,219		—
9,635,689	—	9,635,689		—
876,853	—	876,853		—
290,988	—	290,988		—
43,803	—	43,803		—
783,909	—	783,909		—
750,712	—	750,712		—
1,019,257	—	1,019,257		2,769
(409,115)	2,128	(406,987)		(162,262)
386,487	(386,487)	—		—
17,764,802	(384,359)	17,380,443		(159,493)
4,827,153	166,946	4,994,099		(8,472)
31,586,787	735,229	32,322,016		7,685,137
\$ 36,413,940	\$ 902,175	\$ 37,316,115	\$	7,676,665

The notes to the financial statements are an integral part of this statement.



*The **Governmental Funds** focus on current financial resources.*

## ***Governmental Fund Financial Statements***

### **Major Funds**

**General Fund** - Accounts for all current financial resources not required by law or administrative action to be accounted for in another fund.

#### **Major Special Revenue Funds:**

**Public Education** - Provides general and special education needs of the State and other related areas such as library services and student loans.

**Conservation and Environmental Protection** - Provides for the preservation of the State's wildlife and environment.

#### **Major Capital Projects Fund:**

**Missouri Road Fund** - Accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system.

### **Non-Major Funds**

Non-Major Governmental Funds are presented in the Combining and Individual Fund Statements for non-major funds as part of Supplementary Information.

**STATE OF MISSOURI  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Totals June 30, 2022
<b>ASSETS</b>						
Cash and Cash Equivalents (Note 3)	\$ 4,059,841	\$ 141,500	\$ 126,152	\$ 278,316	\$ 375,315	\$ 4,981,124
Investments (Note 3)	6,976,831	190,694	700,046	921,885	788,363	9,577,819
Receivables, Net	4,139,432	178,624	1,518,810	134,622	214,009	6,185,497
Due from Other Funds (Note 15)	—	43,490	—	—	777	44,267
Inventories	101,545	—	219	46,354	6,037	154,155
Prepaid Items	—	—	—	495	—	495
Restricted Assets:						
Cash and Cash Equivalents (Note 3)	—	—	40,794	4,301	—	45,095
Investments (Note 3)	—	—	—	14,247	—	14,247
Total Assets	<u>\$15,277,649</u>	<u>\$ 554,308</u>	<u>\$ 2,386,021</u>	<u>\$1,400,220</u>	<u>\$1,384,501</u>	<u>\$21,002,699</u>
<b>LIABILITIES</b>						
Accounts Payable	\$ 1,756,834	\$ 629	\$ 18,377	\$ 122,098	\$ 57,549	\$ 1,955,487
Accrued Payroll	64,358	170	5,790	17,871	15,061	103,250
Due to Other Funds (Note 15)	5,167	—	270	356	984	6,777
Unearned Revenue (Note 1)	2,666,566	—	182	117,169	145	2,784,062
Escheat/Unclaimed Property	127,351	—	—	—	—	127,351
Total Liabilities	<u>4,620,276</u>	<u>799</u>	<u>24,619</u>	<u>257,494</u>	<u>73,739</u>	<u>4,976,927</u>
<b>DEFERRED INFLOWS OF RESOURCES (Note 14)</b>						
	<u>1,973,147</u>	<u>31,283</u>	<u>26,959</u>	<u>12,845</u>	<u>9,518</u>	<u>2,053,752</u>
<b>FUND BALANCES (Note 4)</b>						
Nonspendable	161,279	—	219	46,849	73,091	281,438
Restricted	999,191	479,940	247,664	1,083,032	460,833	3,270,660
Committed	760,316	5,317	1,986,022	—	423,317	3,174,972
Assigned	207,622	36,969	100,538	—	344,003	689,132
Unassigned	6,555,818	—	—	—	—	6,555,818
Total Fund Balances	<u>8,684,226</u>	<u>522,226</u>	<u>2,334,443</u>	<u>1,129,881</u>	<u>1,301,244</u>	<u>13,972,020</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$15,277,649</u>	<u>\$ 554,308</u>	<u>\$ 2,386,021</u>	<u>\$1,400,220</u>	<u>\$1,384,501</u>	<u>\$21,002,699</u>

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**RECONCILIATION OF THE BALANCE SHEET OF**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION**  
**June 30, 2022**  
**(In Thousands of Dollars)**

Total Fund Balances - Governmental Funds		\$ 13,972,020
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental funds are not financial resources and are not reported in the funds. These assets consist of (Note 5):		
Non Depreciable Capital Assets	5,564,141	
Capital Assets being depreciated/amortized	58,901,598	
Accumulated Depreciation/Amortization	<u>(30,186,974)</u>	
		34,278,765
Deferred inflows of resources related to the State's revenues that will be collected after year-end, but are not available soon enough to pay for the current period's expenditures are deferred in the funds.		2,052,690
Deferred inflows of resources related to the State's lease revenues that will be collected after year-end, but are not available soon enough to pay for the current period's expenditures are deferred in the funds.		1,062
Deferred outflows of resources related to pensions and OPEB (Other Postemployment Benefits) are applicable to future reporting periods and therefore, not reported in the funds.		1,585,825
Deferred outflows of resources related to asset retirement obligations are applicable to future reporting periods and therefore, not reported in the funds.		770
Deferred inflows of resources related to pensions and OPEB are applicable to future reporting periods and therefore, not reported in the funds.		(1,644,241)
Deferred outflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore, not reported in the funds.		11,116
Deferred inflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore, not reported in the funds.		(1,794)
Some liabilities are not due and payable in the current period and therefore, not reported in the funds. Those liabilities consist of (Note 10):		
Due to Other Entities	(7,035)	
General Obligation and Other Bonds Payable	(1,962,325)	
Unamortized Bond Premium	(94,557)	
Accrued Interest on Bonds	(18,072)	
Obligation under Financed Purchases	(6,083)	
Lease Liability	(100,781)	
Pollution Remediation	(50,261)	
Asset Retirement Obligations	(1,812)	
Compensated Absences	(192,559)	
Claims Liability	(81,322)	
Contingent Liabilities	(2,385,865)	
Net Other Postemployment Benefit Obligation	(3,117,375)	
Net Pension Liability	<u>(6,290,521)</u>	
		(14,308,568)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The assets and liabilities are included in governmental activities in the Statement of Net Position.		466,295
Net Position of Governmental Activities		<u>\$ 36,413,940</u>

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Eliminations	Totals June 30, 2022
<b>Revenues:</b>							
Taxes	\$12,981,480	\$ 1,573,114	\$ 273,628	\$ 197,418	\$1,205,857	\$ —	\$ 16,231,497
Licenses, Fees, and Permits	110,203	1,315	96,770	114,959	443,554	—	766,801
Sales	3,107	5	7,686	—	4,846	—	15,644
Leases and Rentals	9	48	599	—	1	—	657
Services	134,173	300	—	—	13,483	—	147,956
Contributions and Intergovernmental	16,632,319	34,184	102,501	935,121	376,163	—	18,080,288
Investment Earnings:							
Net Increase (Decrease) in the Fair Value of Investments	(309,337)	(8,433)	(41,477)	(60,909)	(35,338)	—	(455,494)
Interest	40,786	826	4,709	11,957	3,022	—	61,300
Penalties and Unclaimed Properties	67,632	1,594	1,540	—	6,752	—	77,518
Cost Reimbursement/ Miscellaneous	323,826	50,214	7,837	78,364	60,736	—	520,977
Total Revenues	29,984,198	1,653,167	453,793	1,276,910	2,079,076	—	35,447,144
<b>Expenditures:</b>							
Current:							
General Government	791,146	484	2,265	—	388,044	—	1,181,939
Education	6,154,773	2,886,054	—	—	3,100	—	9,043,927
Natural and Economic Resources	632,386	12,173	481,885	—	243,437	—	1,369,881
Transportation and Law Enforcement	484,604	131	586	804,493	415,602	—	1,705,416
Human Services	16,566,480	2,274	1,276	—	586,288	—	17,156,318
Capital Outlay:							
General Government	—	—	—	—	9,764	—	9,764
Natural and Economic Resources	—	—	—	—	527	—	527
Transportation and Law Enforcement	—	—	—	1,089,616	—	—	1,089,616
Human Services	—	—	—	—	2,735	—	2,735
Debt Service:							
Principal	79,452	—	367	78,197	179,761	—	337,777
Interest	24,462	—	45	25,819	56,082	—	106,408
Total Expenditures	24,733,303	2,901,116	486,424	1,998,125	1,885,340	—	32,004,308
Excess Revenues (Expenditures)	5,250,895	(1,247,949)	(32,631)	(721,215)	193,736	—	3,442,836
<b>Other Financing Sources (Uses):</b>							
Proceeds from Notes/Leases/ Financed Purchases	15,275	—	1,708	51	2,973	—	20,007
Proceeds From Bonds	—	—	—	88,955	—	—	88,955
Bond Premium (Note 10)	—	—	—	11,439	—	—	11,439
Proceeds from Sale of Capital Assets	182	—	5	4,560	9,714	—	14,461
Transfers In (Note 16)	48,163	1,397,235	2,179	547,400	270,375	(1,866,877)	398,475
Transfers Out (Note 16)	(1,318,650)	(29,335)	(1,852)	—	(526,154)	1,866,877	(9,114)
Total Other Financing Sources (Uses)	(1,255,030)	1,367,900	2,040	652,405	(243,092)	—	524,223
Net Change in Fund Balances	3,995,865	119,951	(30,591)	(68,810)	(49,356)	—	3,967,059
Fund Balances - Beginning (Note 17)	4,697,299	402,399	2,365,043	1,198,691	1,352,431	—	10,015,863
Increase (Decrease) in Reserve for Inventory	(8,938)	(124)	(9)	—	(1,831)	—	(10,902)
Fund Balances - Ending	\$ 8,684,226	\$ 522,226	\$ 2,334,443	\$1,129,881	\$1,301,244	\$ —	\$ 13,972,020

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**RECONCILIATION OF THE STATEMENT OF REVENUES,**  
**EXPENDITURES, AND CHANGES IN FUND BALANCES IN**  
**GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

Net Change in Fund Balances - Total Governmental Funds	\$ 3,967,059
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Amounts reported for governmental activities in the Statement of Activities are different because:

Inventories, which are recorded under the purchases method for governmental fund reporting, are reported under the consumption approach on the Statement of Activities. As a result of this change, the Increase in Reserve for Inventories on the fund statement has been reclassified as a functional expense on the government-wide statement.	(10,902)
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Governmental funds report capital outlays as expenditures. In the Statement of Activities, however, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount that capital outlays of \$1,232,589 , exceeds depreciation/amortization of \$807,278 in the current period.	425,311
---	---------

In the Statement of Activities only the gain/loss on the sale of assets is reported, whereas in the governmental funds, the proceeds from the sales increase financial resources. Thus the change in net position differs from the change in governmental fund balance by the net book value of the assets sold.	(9,655)
--	---------

The net effect of the donation of capital assets increased net position.	26
--	----

Deferred inflows do not provide current financial resources and are not recognized as revenues until available in governmental funds.	517,579
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Pension and OPEB (Other Postemployment Benefits) contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability and OPEB liability are measured a year before the report date. Pension expense and OPEB expense, which are the change in the net pension liability and the net change in OPEB liability, adjusted for changes in deferred outflows and inflows of resources related to pensions and OPEB, is reported in the Statement of Activities.

Pension Contributions	629,147
Pension Expense	(763,358)
OPEB Contributions	91,959
OPEB Expense	(141,801)

Deferred outflows of resources related to deferred charges on asset retirement obligations are applicable to future reporting periods and therefore, not reported in the funds.	(23)
---	------

Proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. In governmental funds, repayment of principal is an expenditure, but the repayment reduces long-term liabilities in the Combined Statement of Net Position (Note 10):

Bonds Issued	(88,955)	
Bond Premiums and Refunding Costs	(11,439)	
Bonds Retired	320,080	
Financed Purchases Issued	(2,533)	
Financed Purchase Payments	7,054	
Leases Issued	(17,448)	
Lease Payments	15,162	
	221,921	

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, not reported as expenditures in governmental funds (Note 10):

Amortization of Bond Premium and Refunding Costs	28,834	
Decrease in Accrued Interest	2,182	
Increase in Pollution Remediation	(2,127)	
Increase in Asset Retirement Obligations	(13)	
Increase in Due to Other Entities	(6,223)	
Increase in Compensated Absences	(2,176)	
Increase in Contingent Liabilities	(100,455)	
Decrease in Claims Liability	(59,243)	
	(139,221)	

Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The net revenue and expense of internal service funds are reported with governmental activities.

39,111

Change in Net Position of Governmental Activities	\$ 4,827,153
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\$ 4,827,153

The notes to the financial statements are an integral part of this statement.





*The **Proprietary Funds** focus on economic resources and are operated in a manner similar to private business enterprises.*

### ***Proprietary Fund Financial Statements***

#### **Major Funds**

**State Lottery** - Accounts for proceeds from the sale of lottery tickets and all other moneys credited or transferred to this fund. A minimum of 45% of the moneys are used for prizes.

**Unemployment Compensation** - Accounts for contributions and payments collected under the provisions of the "Unemployment Compensation Law" to pay benefits.

#### **Non-Major Funds**

Non-major enterprise funds and all internal service funds are presented in our combining non-major fund financial statements as part of Supplementary Information.

**STATE OF MISSOURI  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental Activities Internal Service Funds
	State Lottery	Unemployment Compensation	Non-Major Funds	June 30, 2022	
<b>ASSETS</b>					
Current Assets:					
Cash and Cash Equivalents (Note 3)	\$ 43,284	\$ 754,015	\$ 33,902	\$ 831,201	\$ 234,540
Investments (Note 3)	41,302	—	102,841	144,143	157,744
Restricted:					
Investments (Note 3)	3,847	—	—	3,847	100
Receivables, net	61,921	128,370	2,686	192,977	86,100
Due from Other Funds (Note 15)	—	—	223	223	6,920
Due from Component Units (Note 15)	—	—	—	—	1
Inventories	—	—	4,685	4,685	11,105
Prepaid Items	—	—	—	—	196
Total Current Assets	150,354	882,385	144,337	1,177,076	496,706
Non-Current Assets:					
Investments	—	—	—	—	131,392
Restricted:					
Cash and Cash Equivalents (Note 3)	—	—	—	—	1,729
Investments (Note 3)	28,012	—	—	28,012	200
Receivables, net	—	—	395	395	718
Capital Assets (Note 5):					
Non Depreciable Capital Assets	361	—	35,823	36,184	8,670
Capital Assets being depreciated/amortized	14,178	—	144,470	158,648	699,249
Less Accumulated Depreciation/Amortization	(11,836)	—	(71,104)	(82,940)	(440,128)
Total Non-Current Assets	30,715	—	109,584	140,299	401,830
Total Assets	181,069	882,385	253,921	1,317,375	898,536
<b>DEFERRED OUTFLOWS OF RESOURCES (Note 14)</b>	4,161	—	3,536	7,697	28,831
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts Payable	6,551	45,986	2,928	55,465	21,511
Accrued Interest Payable	—	—	303	303	—
Accrued Payroll	328	—	296	624	2,149
Due to Other Funds (Note 15)	43,543	777	17	44,337	9,155
Unearned Revenue (Note 1)	900	—	497	1,397	29,521
Claims Liability (Note 10)	—	—	11,000	11,000	91,610
Grand Prize Winner Liability (Note 10)	89,047	—	—	89,047	—
Obligations under Financed Purchases (Note 10)	—	—	—	—	5,525
Lease Liability (Note 10)	435	—	112	547	794
Compensated Absences (Note 10)	826	—	568	1,394	4,052
Bonds Payable (Note 10)	—	—	2,605	2,605	—
Total Current Liabilities	141,630	46,763	18,326	206,719	164,317
Non-Current Liabilities:					
Claims Liability (Note 10)	—	—	78,216	78,216	56,200
Grand Prize Winner Liability (Note 10)	28,611	—	—	28,611	—
Obligations under Financed Purchases (Note 10)	—	—	—	—	19,809
Lease Liability (Note 10)	996	—	331	1,327	2,038
Compensated Absences (Note 10)	—	—	32	32	869
Asset Retirement Obligations (Note 10)	—	—	2	2	—
Net OPEB Liability (Note 10)	7,234	—	3,873	11,107	48,598
Net Pension Liability (Note 10)	19,813	—	11,447	31,260	136,955
Bonds Payable (Note 10)	—	—	54,970	54,970	—
Discount on Bonds Payable	—	—	(105)	(105)	—
Total Non-Current Liabilities	56,654	—	148,766	205,420	264,469
Total Liabilities	198,284	46,763	167,092	412,139	428,786
<b>DEFERRED INFLOWS OF RESOURCES (Note 14)</b>	4,631	—	4,494	9,125	33,919
<b>NET POSITION</b>					
Net Investment in Capital Assets	1,272	—	51,171	52,443	239,625
Restricted for:					
Other Purposes	—	19,331	—	19,331	2,029
Unrestricted	(18,957)	816,291	34,700	832,034	223,008
Total Net Position (Note 18)	\$ (17,685)	\$ 835,622	\$ 85,871	\$ 903,808	\$ 464,662
Total Net Position Reported Above				\$ 903,808	
Consolidation Adjustment of Internal Service Activities Related to Enterprise Funds				(1,633)	
Net Position of Business-Type Activities				\$ 902,175	

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**PROPRIETARY FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental Activities Internal Service Funds
	State Lottery	Unemployment Compensation	Non-Major Funds		
<b>Operating Revenues:</b>					
Employer Contributions	\$ —	\$ 354,604	\$ —	\$ 354,604	\$ 562,015
Employee Contributions	—	—	—	—	141,704
Federal Contracts	—	66,304	—	66,304	—
Medicare Part D Subsidy	—	—	—	—	8,620
Licenses, Fees, and Permits	—	—	29,831	29,831	6,895
Sales	1,809,080	—	32,215	1,841,295	20,532
Leases and Rentals	—	—	4,269	4,269	65,396
Charges for Services	—	—	—	—	144,794
Cost Reimbursement/Miscellaneous	129	—	1,705	1,834	65,541
Total Operating Revenues	1,809,209	420,908	68,020	2,298,137	1,015,497
<b>Operating Expenses:</b>					
Cost of Goods Sold	32,292	—	25,908	58,200	20,358
Personal Service	12,992	—	12,511	25,503	87,884
Operations	104,610	—	13,557	118,167	118,223
Prizes Expense	1,264,392	—	—	1,264,392	—
Specific Programs	—	—	10,438	10,438	38,575
Insurance Benefits	—	—	—	—	658,157
Unemployment Benefits	—	254,450	—	254,450	—
Depreciation/Amortization	1,193	—	5,988	7,181	25,257
Other Charges	9,508	—	682	10,190	11,384
Total Operating Expenses	1,424,987	254,450	69,084	1,748,521	959,838
Operating Income (Loss)	384,222	166,458	(1,064)	549,616	55,659
<b>Non-Operating Revenues (Expenses):</b>					
Contributions and Intergovernmental	—	—	2,988	2,988	105
Interest Expense	—	—	(810)	(810)	(4,552)
Investment Earnings:					
Net Increase (Decrease) in the					
Fair Value of Investments	(5,690)	—	(3,317)	(9,007)	(11,797)
Interest	226	10,276	633	11,135	2,172
Bond Related Expenses	—	—	(488)	(488)	—
Disposal of Capital Assets	36	—	359	395	2
Total Non-Operating Revenues (Expenses)	(5,428)	10,276	(635)	4,213	(14,070)
Income (Loss) Before Transfers	378,794	176,734	(1,699)	553,829	41,589
Transfers In (Note 16)	—	8,119	977	9,096	28
Transfers Out (Note 16)	(384,985)	(9,932)	(666)	(395,583)	(2,902)
Change in Net Position	(6,191)	174,921	(1,388)	167,342	38,715
Total Net Position - Beginning (Note 17)	(11,494)	660,701	87,259	736,466	425,947
Total Net Position - Ending (Note 18)	\$ (17,685)	\$ 835,622	\$ 85,871	\$ 903,808	\$ 464,662
Total Net Change in Net Assets Reported Above				\$ 167,342	
Consolidation Adjustment of Internal Services Activities Related to Enterprise Funds				(396)	
Change in Net Assets of Business-Type Activities				\$ 166,946	

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental Activities Internal Service Funds
	State Lottery	Unemployment Compensation	Non-Major Funds	June 30, 2022	
<b>Cash Flows from Operating Activities:</b>					
Receipts from Internal Customers and Users	\$ —	\$ —	\$ 305	\$ 305	\$ 741,964
Receipts from External Customers and Users	1,806,846	396,144	65,518	2,268,508	199,170
Payments to Suppliers	(139,709)	—	(40,077)	(179,786)	(140,920)
Payments to Employees	(12,006)	—	(11,031)	(23,037)	(80,932)
Payments Made for Program Expense	(1,280,410)	(252,258)	(8,435)	(1,541,103)	(684,105)
Other Receipts	129	—	1,705	1,834	65,541
Other Payments	(9,508)	—	(787)	(10,295)	(11,384)
Net Cash Provided (Used) by Operating Activities	365,342	143,886	7,198	516,426	89,334
<b>Cash Flows from Non-Capital Financing Activities:</b>					
Loans Made to Outside Entities	—	—	21	21	—
Leases Made to Outside Entities	—	—	407	407	—
Due to Other Funds	(15,280)	(776)	2	(16,054)	(31,273)
Due from Other Funds	—	—	(69)	(69)	1,978
Contributions and Intergovernmental	—	—	2,988	2,988	105
Transfers to Other Funds	(384,985)	(9,932)	(666)	(395,583)	(2,902)
Transfers from Other Funds	—	8,119	977	9,096	28
Net Cash Provided (Used) by Non-Capital Financing Activities	(400,265)	(2,589)	3,660	(399,194)	(32,064)
<b>Cash Flows from Capital and Related Financing Activities:</b>					
Interest Expense	—	—	(507)	(507)	(4,552)
Purchases and Construction of Capital Assets	(230)	—	(5,252)	(5,482)	(7,401)
Lease Downpayment/Obligations	(437)	—	(73)	(510)	(242)
Financed Purchase Downpayment/Obligations	—	—	—	—	(8,898)
Bond Issuance	—	—	57,087	57,087	—
Disposal of Capital Assets	36	—	175	211	(202)
Net Cash Provided (Used) by Capital and Related Financing Activities	(631)	—	51,430	50,799	(21,295)
<b>Cash Flows from Investing Activities:</b>					
Proceeds from Sales and Investment Maturities	28,991	—	65	29,056	55,217
Purchase of Investments	—	—	(58,090)	(58,090)	(160,671)
Interest and Dividends Received	196	10,276	449	10,921	2,215
Investment Fees	—	—	—	—	(148)
Net Cash Provided (Used) by Investing Activities	29,187	10,276	(57,576)	(18,113)	(103,387)
Net Increase (Decrease) in Cash	(6,367)	151,573	4,712	149,918	(67,412)
Cash and Cash Equivalents, Beginning of Year	49,651	602,442	29,190	681,283	303,681
Cash and Cash Equivalents, End of Year	\$ 43,284	\$ 754,015	\$ 33,902	\$ 831,201	\$ 236,269
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>					
Operating Income (Loss)	\$ 384,222	\$ 166,458	\$ (1,064)	\$ 549,616	\$ 55,659
Depreciation/Amortization Expense	1,193	—	5,988	7,181	25,257
Changes in Assets and Liabilities:					
Accounts Receivable	(2,635)	(24,764)	(490)	(27,889)	(6,593)
Inventories	—	—	(576)	(576)	(545)
Deferred Outflows of Resources	(30)	—	689	659	481
Prepaid Items	—	—	—	—	57
Accounts Payable	(2,807)	2,192	(36)	(651)	(1,851)
Accrued Payroll	31	—	58	89	177
Unearned Revenue	401	—	(2)	399	(1,888)
Grand Prize Winner Liability	(16,018)	—	—	(16,018)	—
Claims Liability	—	—	2,003	2,003	12,627
Compensated Absences	21	—	86	107	68
Discount on Bonds Payable	—	—	(105)	(105)	—
Net OPEB Liability	(305)	—	(201)	(506)	(2,027)
Net Pension Liability	(2,495)	—	(2,356)	(4,851)	(18,386)
Deferred Inflows of Resources	3,764	—	3,204	6,968	26,298
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 365,342</b>	<b>\$ 143,886</b>	<b>\$ 7,198</b>	<b>\$ 516,426</b>	<b>\$ 89,334</b>
<b>Non-Cash Financing and Investing Activities:</b>					
Lease and Financed Purchase Issuance	\$ —	\$ —	\$ 419	\$ 419	\$ 6,341
Increase (Decrease) in Fair Value of Investments	(5,690)	—	(3,317)	(9,007)	(11,797)
<b>Net Non-Cash Financing and Investing Activities</b>	<b>\$ (5,690)</b>	<b>\$ —</b>	<b>\$ (2,898)</b>	<b>\$ (8,588)</b>	<b>\$ (5,456)</b>

The notes to the financial statements are an integral part of this statement.



*The **Fiduciary Funds** account for assets held in a trustee or custodial capacity for others and therefore cannot be used to support the government's own programs.*

Individual fund financial statements for pension (and other employee benefit) trust funds, private-purpose trust funds, and custodial funds are presented as part of Supplementary Information.

**STATE OF MISSOURI**  
**STATEMENT OF FIDUCIARY NET POSITION**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Pension (and Other Employee Benefit) Trust Funds	Private-Purpose Trust Funds	Custodial Funds
<b>ASSETS</b>			
Cash and Cash Equivalents (Note 3)	\$ 17,914	\$ 15,038	\$ 84,474
Investments at Fair Value (Note 3):			
U.S. Government Securities	4,544,167	4,351	691,841
U.S. Agency Sponsored Securities	—	21,148	527
Repurchase	725,000	—	99,983
Stocks	491,613	—	12
Bonds	1,328,017	—	—
International Equities	5,412	—	—
Mutual and Index Funds	1,550,734	—	—
Limited Partnership	7,161,676	—	—
Other Investments	2,152,674	1,218	31
Invested Securities Lending Collateral (Note 3)	23,800	—	—
Assets Held in Escheat	—	22,285	—
Receivables, net	1,125,414	104	730,833
Due From Other Funds	8,859	—	—
Inventories	—	1	—
Capital Assets:			
Non Depreciable Capital Assets	10,914	—	—
Capital Assets being depreciated/amortized	12,044	209	—
Less Accumulated Depreciation/Amortization	(8,331)	(195)	—
Total Capital Assets, Net	14,627	14	—
Total Assets	19,149,907	64,159	1,607,701
<b>DEFERRED OUTFLOWS OF RESOURCES (Note 14)</b>	1,362	333	—
<b>LIABILITIES</b>			
Accounts Payable	1,218,282	919	50
Obligations under Repurchase Agreements	3,685,256	—	—
Accrued Payroll	—	27	—
Due to Other Entities	—	—	—
Due to Other Governments	—	—	9,939
Securities Lending Obligation (Note 3)	24,560	—	—
Unearned Revenue (Note 1)	6,483	—	588
Claims Liability	7,010	—	—
Compensated Absences	920	53	—
Lease Liability	604	—	—
Net OPEB Liability	9,438	530	—
Net Pension Liability	—	1,425	—
Total Liabilities	4,952,553	2,954	10,577
<b>DEFERRED INFLOWS OF RESOURCES (Note 14)</b>	1,456	380	—
Net Position Restricted for Pension Benefits, OPEB, Deferred Compensation, and Other Purposes	\$ 14,197,260	\$ 61,158	\$ 1,597,124

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Pension (and Other Employee Benefit) Trust Funds	Private-Purpose Trust Funds	Custodial
<b>Additions:</b>			
Contributions:			
Employer	\$ 796,290	\$ —	\$ —
Plan Member	163,975	—	—
Other	150,446	—	3,384,084
Total Contributions	1,110,711	—	3,384,084
Taxes	—	—	5,611,788
Licenses, Fees, and Permits	—	—	128,527
Investment Earnings:			
Increase (Decrease) in Appreciation of Assets	(488,964)	(5,123)	62,050
Interest and Dividends	153,719	33	456
Securities Lending Income	288	—	—
Other Income (Expense)	(428,556)	—	—
Total Investment Earnings	(763,513)	(5,090)	62,506
Less Investment Expenses:			
Investment Activity Expense	(200,408)	—	(14)
Securities Lending Expense	(104)	—	—
Total Investment Expense	(200,512)	—	(14)
Net Investment Earnings (Loss)	(964,025)	(5,090)	62,492
Penalties and Unclaimed Property	—	54,222	571
Cost Reimbursement/Miscellaneous	2,508	12,275	837
Total Additions	149,194	61,407	9,188,299
<b>Deductions:</b>			
Benefits	1,480,124	—	—
Administrative Expenses	25,313	2,524	43,879
Distributions to Other Entities/Individuals	—	—	3,397,079
Distributions to Other Governments	—	—	5,516,838
Program Distributions	142,297	59,042	—
Inactive-vested Buyout Payments	696	—	—
Service Transfer Payments	4,672	—	—
Depreciation/Amortization	461	10	—
Total Deductions	1,653,563	61,576	8,957,796
Change in Net Position	(1,504,369)	(169)	230,503
Net Position - Beginning of Year (Note 17)	15,701,629	61,327	1,366,621
Net Position - End of Year	\$ 14,197,260	\$ 61,158	\$ 1,597,124

The notes to the financial statements are an integral part of this statement.



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*The **Component Units** account for all transactions relating to legally separate entities which, for reporting purposes, are a part of the State.*

***Component Unit Financial Statements***

**Major**

**College and Universities**

**Non-Major**

Non-Major proprietary component unit statements are found in the combining fund financial statements as part of Supplementary Information.



**STATE OF MISSOURI  
STATEMENT OF NET POSITION  
COMPONENT UNITS  
June 30, 2022  
(In Thousands of Dollars)**

	College and Universities	Non-Major	Totals June 30, 2022
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 670,427	\$ 48,613	\$ 719,040
Investments	224,940	48,704	273,644
Invested Securities Lending Collateral	4,477	—	4,477
Receivables, Net	591,829	6,712	598,541
Inventories	65,123	1	65,124
Restricted Assets:			
Cash and Cash Equivalents	448,457	1,711	450,168
Investments	12,546	5,853	18,399
Receivables, Net	40,791	5,814	46,605
Deposits and Prepaid Expenses	44,796	426	45,222
Other Assets	2,377	—	2,377
Total Current Assets	<u>2,105,763</u>	<u>117,834</u>	<u>2,223,597</u>
Non-Current Assets:			
Investments	3,021,354	25,594	3,046,948
Receivables, Net	107,085	29,240	136,325
Restricted Assets:			
Cash and Cash Equivalents	10,908	8,567	19,475
Investments	1,915,927	17,165	1,933,092
Receivables, Net	470	26,916	27,386
Other Assets	15,263	—	15,263
Capital Assets, Net of Accumulated Depreciation/Amortization (Note 5)	5,750,973	58,818	5,809,791
Total Non-Current Assets	<u>10,821,980</u>	<u>166,300</u>	<u>10,988,280</u>
Total Assets	<u>12,927,743</u>	<u>284,134</u>	<u>13,211,877</u>
<b>DEFERRED OUTFLOWS OF RESOURCES (Note 14)</b>			
	<u>573,493</u>	<u>808</u>	<u>574,301</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	464,493	95	464,588
Due to Primary Government (Note 15)	—	1	1
Securities Lending Obligation	4,477	—	4,477
Unearned Revenue (Note 1)	165,408	—	165,408
Deposits	1,622	—	1,622
Claims Liability (Note 21)	52,168	—	52,168
Compensated Absences	82,741	112	82,853
Other Postemployment Obligations, Net	342	—	342
Lease Liability	22,724	105	22,829
Bonds/Notes/Financed Purchases Payable (Note 11)	133,774	574	134,348
Total Current Liabilities	<u>927,749</u>	<u>887</u>	<u>928,636</u>
Non-Current Liabilities:			
Accounts Payable and Accrued Liabilities	40,797	—	40,797
Unearned Revenue (Note 1)	20,507	650	21,157
Deposits and Reserves	1	20,614	20,615
Claims Liability (Note 21)	57,783	—	57,783
Compensated Absences	38,895	16	38,911
Lease Liability	81,798	221	82,019
Asset Retirement Obligation (Note 23)	62,433	—	62,433
Bonds/Notes/Financed Purchases Payable (Note 11)	2,271,721	11,884	2,283,605
Net OPEB Liability	177,257	749	178,006
Net Pension Liability	1,920,333	3,286	1,923,619
Total Non-Current Liabilities	<u>4,671,525</u>	<u>37,420</u>	<u>4,708,945</u>
Total Liabilities	<u>5,599,274</u>	<u>38,307</u>	<u>5,637,581</u>
<b>DEFERRED INFLOWS OF RESOURCES (Note 14)</b>			
	<u>463,592</u>	<u>8,340</u>	<u>471,932</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	3,362,655	46,209	3,408,864
Restricted for:			
Expendable	762,172	—	762,172
Non-Expendable	1,629,128	—	1,629,128
Other Purposes	—	96,602	96,602
Unrestricted	1,684,415	95,484	1,779,899
Total Net Position	<u>\$ 7,438,370</u>	<u>\$ 238,295</u>	<u>\$ 7,676,665</u>

The notes to the financial statements are an integral part of this statement.

**STATE OF MISSOURI**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION/STATEMENT OF ACTIVITIES**  
**COMPONENT UNITS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	College and Universities	Non-Major	Totals June 30, 2022	Adjustments	Statement of Activities
<b>Revenues:</b>					
Operating Revenues:					
Licenses, Fees, and Permits	\$ —	\$ 2,105	\$ 2,105	\$ —	\$ 2,105
Student Tuition and Fees (Net of Scholarship Allow.)	980,019	—	980,019	—	980,019
Sales and Services of Educational Departments	40,838	—	40,838	—	40,838
Auxiliary Enterprises	2,355,010	—	2,355,010	—	2,355,010
Leases and Rentals	—	5,526	5,526	—	5,526
Lease Interest Revenue	—	281	281	—	281
Cost Reimbursement/Miscellaneous	96,838	14	96,852	105,465	202,317
Total Charges for Services					3,586,096
Federal Appropriations, Grants, and Contracts	252,506	—	252,506	349,951	602,457
State Grants and Contracts	150,989	—	150,989	804,792	955,781
Private Gifts, Grants, and Contracts	107,545	—	107,545	110,708	218,253
Additions to Endowments	1,044	—	1,044	42,974	44,018
Total Operating Grants and Contributions					1,820,509
Interest Revenue	—	1,561	1,561	(1,561)	
Total Operating Revenues	3,984,789	9,487	3,994,276	1,412,329	
<b>Expenses:</b>					
Operating Expenses:					
Personal Service	2,987,328	2,071	2,989,399	—	2,989,399
Operations	—	3,671	3,671	—	3,671
Specific Programs	—	2,831	2,831	—	2,831
Scholarships and Fellowships	254,802	—	254,802	—	254,802
Utilities	35,965	—	35,965	—	35,965
Supplies and Other Services	1,473,126	—	1,473,126	—	1,473,126
Contracted Services	32,957	—	32,957	—	32,957
Interest Expense	—	—	—	93,863	93,863
Depreciation/Amortization	375,828	2,400	378,228	—	378,228
Miscellaneous	44,780	100	44,880	4,376	49,256
Total Operating Expenses	5,204,786	11,073	5,215,859	98,239	5,314,098
Operating Income (Loss)	(1,219,997)	(1,586)	(1,221,583)	1,314,090	
<b>Non-Operating Revenues (Expenses):</b>					
Federal Appropriations, Grants, and Contracts	349,951	—	349,951	(349,951)	—
State Appropriations, Grants, and Contracts	804,792	—	804,792	(804,792)	—
Private Gifts, Grants, and Contracts	110,708	—	110,708	(110,708)	—
Contributions and Intergovernmental	—	2,769	2,769	—	2,769
Total Unrestricted Grants and Contributions					2,769
Investment Earnings:					
Increase (Decrease) in the Fair Value of Investments	(55)	(2,492)	(2,547)	—	(2,547)
Investment and Endowment Income (Loss)	(161,539)	—	(161,539)	—	(161,539)
Interest	—	667	667	1,561	2,228
Interest and Bond Related Expenses	(93,610)	(253)	(93,863)	93,863	—
Gain (Loss) on Sale of Capital Assets	(4,340)	—	(4,340)	4,340	—
Contributions to Others	—	(404)	(404)	—	(404)
Miscellaneous Revenues (Expenses)	105,465	(36)	105,429	(105,429)	—
Total Unrestricted Investment Earnings					(162,262)
Total Non-Operating Revenues (Expenses)	1,111,372	251	1,111,623	(1,271,116)	
Income Before Other Revenues (Expenses) Or Gains (Losses)	(108,625)	(1,335)	(109,960)	42,974	
State Capital Appropriations	58,514	—	58,514	—	58,514
Total Capital Grants and Contributions					58,514
Additions to Endowments	42,974	—	42,974	(42,974)	—
Change in Net Position	(7,137)	(1,335)	(8,472)	—	(8,472)
Net Position - Beginning of Year (Note 17)	7,445,507	239,630	7,685,137	—	7,685,137
Net Position - End of Year	\$ 7,438,370	\$ 238,295	\$ 7,676,665	\$ —	\$ 7,676,665

The notes to the financial statements are an integral part of this statement.



*The Notes to the Financial Statements provide a summary of significant accounting policies and other disclosures required for a fair presentation of the basic financial statements.*

STATE OF MISSOURI  
NOTES TO THE FINANCIAL STATEMENTS  
June 30, 2022

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**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies**

**A. Financial Statements and Reporting Entity**

The accompanying financial statements of the State of Missouri (primary government) and its component units have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB).

The financial statements include the departments, agencies, boards, commissions, and other organizational units over which the State has financial accountability. GASB set forth the following criteria in Statement No. 14, *The Financial Reporting Entity*, for determining financial accountability: appointment of a voting majority of an organization's governing body and either: 1) the ability to impose the State's will on the organization; or 2) the organization's ability to provide specific benefits to, or impose specific burdens on, the primary government. Where the State does not appoint a voting majority of the governing body, the entity would still be included if it is fiscally dependent on the State. Statement No. 39, *Determining Whether Certain Entities are Component Units*, added a requirement to include all entities whose relationship with the State would make it misleading to exclude it. Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, improves financial reporting by amending GASB Statement No. 14, *The Financial Reporting Entity*, and Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, in blending component units: 1) if there is a financial benefit or burden relationship with the primary government; 2) management of the primary government has operational responsibility for the component unit's activities; and 3) if the total outstanding debt is expected to be repaid entirely or almost entirely with the resources of the primary government. GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*, requires component units to be blended if they are incorporated as not-for-profit corporations and the primary government is the sole corporate member.

In addition to the legislative, executive, and judicial branches, the following organizations are included in these financial statements:

Component Units (Blended):

Blended component units are legally separate entities from the State, but are so intertwined with the State that they are, for all practical purposes, the same as the State. They are reported as part of the primary government and blended into the appropriate funds. The following component units are blended because they provide services entirely or almost entirely to the primary government:

Governmental Funds:

Board of Fund Commissioners – The Board was created by state law and is comprised of the Governor, Lieutenant Governor, Attorney General, State Treasurer, and the Commissioner of Administration. The Board's purpose is to issue, redeem, and cancel state general obligation bonds and perform other administrative activities related to state general obligation debt as assigned by law. Separate financial statements are not required or issued for the Board.

Board of Private Investigator and Private Fire Investigator Examiners – The Board was created by state law and is charged with the licensure and regulation of the practice of private investigators and private fire investigators in Missouri. The seven member board shall consist of three private investigators, two private fire investigators, and two public members, appointed by the Governor. The Board is appointed by the primary government. It is therefore considered a blended special revenue fund and shown in the financial statements as part of the primary government.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Coordinating Board for Early Childhood – The Board was created by state law within the Missouri Children's Services Commission. The Board's purpose is to develop a comprehensive statewide long-range strategic plan for a cohesive early childhood system, and to work with public and private entities for the purpose of promoting and improving the development of Missouri's children from birth through age five. The 17 member Board is composed of representatives from the Governor's Office; the following departments: Health and Senior Services, Mental Health, Social Services, and Elementary and Secondary Education; the judiciary; the Family and Community Trust Board; the Head Start Program; and nine members appointed by the Governor. The majority of the board members are appointed by the primary government and, therefore, separate financial statements are not required for the Board.

Internal Service Funds:

Board of Public Buildings – This is reported with the State Facility Maintenance and Operation Fund. The Board was created by state law and its governing body is made up of the Governor, the Lieutenant Governor, and the Attorney General. Its purpose is to provide state buildings by issuing revenue bonds and to supervise the operations of these facilities. All construction contracts must be approved by the Division of Facilities Management, Design and Construction, and its projects must be approved by the General Assembly. The Board can require state agencies to occupy its projects. The General Assembly appropriates to the Board, on behalf of the state agencies, amounts sufficient to pay the principal and interest on the bonds and pay the costs of operations.

Missouri State Employee's Insurance Plan – The Plan was created to provide basic life insurance to eligible members and is administered through the Missouri State Employees' Retirement System (MOSERS). Death benefits, optional life insurance, and long-term disability benefits are also provided by the Plan for certain members. Copies of the System's financial statements may be requested from:

Missouri State Employees' Retirement System  
P.O. Box 209  
Jefferson City, Missouri 65102-0209

Missouri Consolidated Health Care Plan (MCHCP) – The Plan was created by state law to provide medical benefits to its members and is administered by a board of trustees. The Board consists of two members of the Senate; two members of the House; three members appointed by the Governor; the Director of the Department of Health and Senior Services; the Director of the Department of Commerce and Insurance; the Commissioner of Administration; two members of the system who are current employees; and one member of the system who is a retiree. The management of MCHCP is the responsibility of the Executive Director who is appointed by the Board. Copies of the Plan's financial statements may be requested from:

Missouri Consolidated Health Care Plan  
P.O. Box 104355  
832 Weathered Rock Court  
Jefferson City, Missouri 65110-4355

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

MoDOT/MSHP Medical and Life Insurance Plan – The Plan provides health and life insurance coverage to eligible employees, retirees, and their dependents of the Missouri Department of Transportation (MoDOT) and the Missouri State Highway Patrol (MSHP). The Plan is administered by a board of trustees consisting of four active MoDOT employees, one retired MoDOT employee appointed by the Director of MoDOT, two active MSHP employees, and one retired MSHP employee appointed by the Superintendent of MSHP. Additional information may be requested from:

Missouri Department of Transportation  
Financial Services Division  
P.O. Box 270  
Jefferson City, Missouri 65102

Pension (and other employee benefit) trust funds:

Missouri State Employees' Retirement System (MOSERS) – The System was created by state law and provides retirement, survivor, and disability benefits to its members and is administered by a board of trustees. The Board consists of two members of the Senate, two members of the House, two members appointed by the Governor, three members elected by the System's members, the State Treasurer, and the Commissioner of Administration. The management of MOSERS is the responsibility of the Executive Director who is appointed by the Board. The MOSERS Board of Trustees also oversees the State's Deferred Compensation Plan which is administered by a third party. Copies of the System's financial statements may be requested from:

Missouri State Employees' Retirement System  
P.O. Box 209  
Jefferson City, Missouri 65102-0209

Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) – The System provides retirement, survivor, and disability benefits to qualified employees of the Missouri Department of Transportation, uniformed and non-uniformed members of the Missouri State Highway Patrol, and MPERS staff. The System is administered by a board of trustees consisting of three members of the Missouri Highways and Transportation Commission, the Director of the Missouri Department of Transportation, the Superintendent of the Missouri State Highway Patrol, one member of the Senate, one member of the House, one member elected by MoDOT employees, one member elected by the Missouri State Highway Patrol employees, one retired member elected by retired MoDOT employees, and one retired member elected by retired Missouri State Highway Patrol employees. Copies of the System's financial statements may be requested from:

Missouri Department of Transportation and  
Highway Patrol Employees' Retirement System  
P.O. Box 1930  
Jefferson City, Missouri 65102-1930

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Missouri Consolidated Health Care Plan (MCHCP) State Retiree Welfare Benefit Trust – The Trust was established on June 27, 2008, to provide health and welfare benefits for the exclusive benefit of current and future retired employees of the State and their dependents who meet eligibility requirements, except those covered by other State sponsored post-employment benefit plans. The Trust is administered by the MCHCP board of trustees, which also administers the benefits for the active participants of the Plan. The net position and activity related to active participants are reported in an internal service fund. Copies of the Plan's financial statements may be requested from:

Missouri Consolidated Health Care Plan  
P.O. Box 104355  
832 Weathered Rock Court  
Jefferson City, Missouri 65110-4355

Missouri State Public Employees' Deferred Compensation Plan – The Missouri State Public Employees' Deferred Compensation Plan is administered by ICMA-RC and oversight of the Plan is provided by the MOSERS board of trustees. Under this Plan, employees are permitted to defer a portion of their current salary until future years. In addition, eligible employees have the opportunity to participate in the Missouri State Employees' Deferred Compensation Incentive Plan. Under this Plan, the State contributes \$25, \$30, or \$35 per month on behalf of any employee who contributes at least that amount to the Missouri State Public Employees' Deferred Compensation Plan and who has been an employee of the State for at least one year. However, due to budget constraints, the State's contribution amount was suspended in March 2010. Copies of financial statements for both Plans may be requested from:

Plan Administrator  
c/o MOSERS  
P.O. Box 209  
Jefferson City, Missouri 65102-0209

**Component Units (Discretely Presented):**

Discretely presented component units are legally separate entities for which the State is financially accountable. The financial data for these entities is reported separately from the financial data of the primary government.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Major

College and Universities — The Coordinating Board for Higher Education has certain responsibilities for these institutions and they receive State support. Following are the public college and universities included in the financial statements:

**Harris-Stowe State University**  
3026 Laclede Avenue  
St. Louis, Missouri 63103

**Southeast Missouri State University**  
One University Plaza, Mail Stop 3200  
Cape Girardeau, Missouri 63701

**Lincoln University**  
820 Chestnut Street  
Jefferson City, Missouri 65102

**State Technical College of Missouri**  
One Technology Drive  
Linn, Missouri 65051

**Missouri Southern State University**  
3950 East Newman Road  
Joplin, Missouri 64801-1595

**Truman State University**  
Business Office  
100 East Normal  
Kirksville, Missouri 63501

**Missouri State University**  
901 South National Avenue, Room 119  
Springfield, Missouri 65897

**University of Central Missouri**  
316 Administration Building  
Warrensburg, Missouri 64093

**Missouri Western State University**  
4525 Downs Drive  
St. Joseph, Missouri 64507

**University of Missouri System**  
118 University Hall  
Columbia, Missouri 65211

**Northwest Missouri State University**  
107 Administration Building  
800 University Drive  
Maryville, Missouri 64468-6001

Non-Major

Missouri Development Finance Board — The Board was created by state law as an independent, self-supporting, body corporate and politic to promote economic development of the State and was created within the Department of Economic Development. The Board is empowered to issue taxable, tax-exempt, and public purpose infrastructure industrial revenue bonds or notes; provide loans or loan guarantees to eligible businesses; provide loans and grants to political subdivisions to fund public infrastructure improvements; and issue tax credits against certain state income taxes in exchange for contributions made to the Board. The twelve member board is made up of the Lieutenant Governor and the Directors of the Department of Economic Development, the Department of Natural Resources, and the Department of Agriculture, who serve as ex-officio voting members, and eight members appointed by the Governor and confirmed by the Senate. Copies of the Board's financial statements may be requested from:

Missouri Development Finance Board  
Governor Office Building  
200 Madison Street, Suite 1000  
Jefferson City, Missouri 65102

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Missouri Agricultural and Small Business Development Authority — The Authority was created by state law and is authorized to issue bonds to finance agricultural and small business development loans for property acquisitions/renovations and pollution control facilities throughout the State. If for any reason, the Authority ceases to exist, all rights and properties of the Authority will pass to the State. Its governing body consists of seven members appointed by the Governor with the advice and consent of the Senate. Copies of the Authority's financial statements may be requested from:

Missouri Agricultural and Small  
Business Development Authority  
P.O. Box 630  
1616 Missouri Boulevard  
Jefferson City, Missouri 65102

Missouri Transportation Finance Corporation — The Corporation is a not-for-profit corporation organized under the Missouri Nonprofit Corporation Law. The Corporation is financed by federal highway and transit dollars, plus state and local matching funds. It is authorized to issue revenue bonds. The Corporation provides loans to assist public and private entities to fund highway and transportation projects throughout the State. Missouri Transportation Finance Corporation's board determines which applicants are extended loans. Copies of the Corporation's financial statements may be requested from:

Missouri Transportation Finance  
Corporation  
P.O. Box 270  
105 West Capitol Avenue  
Jefferson City, Missouri 65102

Missouri Wine and Grape Board — The Board was created by state law to further growth and development of the grape growing industry in Missouri and foster the expansion of the grape market for Missouri grapes. The eleven member board consists of seven members representing the grape and wine industry, food service industry, or media marketing industry. The four other members include the director of the Department of Agriculture and the presidents of the Missouri Grape Growers Association, the Missouri Vintners Association, and the Missouri Wine Marketing and Research Council. Copies of the Board's annual report may be requested from:

Missouri Wine and Grape Board  
P.O. Box 630  
1616 Missouri Boulevard  
Jefferson City, Missouri 65102

State Environmental Improvement and Energy Resources Authority — The Authority was created by state law and is authorized to finance, acquire, construct, and equip projects to reduce, prevent, and control pollution and develop the energy resources of the State. The Authority is governed by a five-member board appointed by the Governor with the advice and consent of the Senate. Copies of the Authority's annual report may be requested from:

State Environmental Improvement and  
Energy Resources Authority  
425 Madison Street  
Jefferson City, Missouri 65101

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Related Organizations

Related organizations are excluded from the financial reporting entity because the State's accountability does not extend beyond appointing a voting majority of the organization's board members. Related organizations of the State of Missouri include:

Missouri Health and Educational Facilities Authority --finances health and educational facilities.

Missouri Higher Education Loan Authority — provides a secondary market for loans made under the Federal Family Education Loan Program.

Missouri Housing Development Commission — finances the purchase, development or rehabilitation of affordable housing and funds housing assistance.

Missouri Technology Corporation — promotes the modernization of businesses through the development of science and technology applications.

Missouri Public Entity Risk Management Fund — provides liability protection to participating public entities, their officials, and employees.

Jackson County Sports Complex Authority — responsible for construction, operation, and financing of the Jackson County Sports Complex.

Kansas City Regional Sports Complex Authority — responsible for the study and review of all current major sports leagues, clubs, or franchises in Kansas City.

St. Charles County Convention and Sports Facility Authority — responsible for planning, constructing, and managing convention and sports facilities in the St. Charles area.

Missouri Cotton Growers' Organization — organized for boll weevil eradication.

Universal Service Board — organized to ensure just, reasonable, and affordable rates for comparable essential local telecommunication services throughout the State.

Interstate Commission for Adult Offender Supervision — responsible for promoting public safety and protecting the rights of victims through the control and regulation of the interstate movement of adults placed under community supervision.

Board of Trustees of the Missouri Mesothelioma Risk Management Fund — provides coverage of liabilities for participating employers relating to mesothelioma awards.

P-20 Council — organized to create a more efficient and effective education system that more adequately prepares students for the challenges of entering the workforce.

Missouri Propane Safety Commission — responsible for developing comprehensive plans and programs for the prevention, control, and abatement of propane-related accidents in Missouri.

Missouri Family Trust Board of Trustees — provides trust services for persons with disabilities.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

**B. Government-Wide and Fund Financial Statements**

Government-Wide Financial Statements:

The government-wide financial statements focus on the government as a whole. The Statement of Net Position and Statement of Activities report information on all non-fiduciary activities of the primary government and its component units. Primary government activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Governmental activities include governmental type funds and internal service funds. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services and consist of enterprise funds.

The Statement of Net Position presents the reporting entity's non-fiduciary assets, deferred outflows, liabilities, and deferred inflows with the difference reported as net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Indirect costs, such as depreciation/amortization expense, are included in the direct expenses reported for individual functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not meeting the definition of program revenues are instead reported as general revenues.

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recognized when incurred. Fiduciary funds have been excluded from the government-wide financial statements because, by definition, the resources of these funds cannot be used to support government operations. Generally, interfund transactions have also been eliminated. Some interfund transactions, such as the exchange of services, were not eliminated because doing so would mistakenly understate both expenses of the buyer and revenues of the seller.

Fund Financial Statements:

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide statements. For governmental and proprietary fund financial statements, the emphasis is on major individual governmental and enterprise funds, with each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. Internal service funds are also aggregated and reported in a separate column on the proprietary fund financial statements.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

The governmental fund financial statements are presented using the current financial resources measurement focus and modified accrual basis of accounting. With the current financial resources measurement focus, only current assets and current liabilities are included on the balance sheet. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to pay current period liabilities. Operating statements of governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in fund balance. Material revenues susceptible to accrual include federal grants and sales and income taxes. Expenditures are recognized when the related fund liability is incurred except for the following:

- Principal and interest on general long-term debt is recorded as an expenditure when due.
- Compensated absences (accumulated vacation and compensatory time) and sick pay are recorded as expenditures when paid.
- Inventories are reported as expenditures when purchased, except for the Missouri Road Fund, which updates inventory perpetually under the consumption method.

The proprietary, pension (and other employee benefit) trust, private-purpose trust, and custodial fund financial statements are presented using the economic resources measurement focus and accrual basis of accounting. With the economic resources measurement focus, assets, deferred outflows, liabilities, and deferred inflows associated with the operation of these funds are included on the Statement of Net Position. Under the accrual basis of accounting, revenues are recognized in the period earned and expenses are recognized in the period incurred. Proprietary fund-type operating statements present revenues and expenses in total net position. Operating revenues and expenses in proprietary funds are classified as those activities that make up the primary ongoing operations associated with those funds. Non-operating revenues and expenses in proprietary funds are classified as those activities that are deemed incidental or unusual for those funds.

The discretely presented component unit financial statements are presented using the economic resources measurement focus and accrual basis of accounting with the following exception in regard to the college and universities. Revenues and related expenditures in connection with the summer sessions in progress at June 30 are deferred at that date.

The State reports the following major funds categories:

General Fund – accounts for all current financial resources not required by law or administrative action to be accounted for in another fund. Major revenues include contributions and taxes.

Public Education – provides general and special education needs of the State and other related areas such as library services and student loans. Major revenues include contributions and taxes.

Conservation and Environmental Protection – provides for the preservation of the State's wildlife and environment. Major revenues include contributions, taxes and licenses, fees, and permits.

Missouri Road Fund – accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system. Major revenues are from contributions.

State Lottery – accounts for proceeds from the sale of lottery tickets and all other moneys credited to this fund. A minimum of 45% of the moneys are used for prizes. Major revenues are from sales of lottery tickets.

Unemployment Compensation – accounts for contributions, payments, and federal loans collected under the provisions of the Unemployment Compensation Law to pay benefits. Major revenues include federal and employer contributions.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

**C. Basis of Presentation**

The State's financial practices are based upon fund accounting concepts. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and fund balances, and changes therein, that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The accompanying financial statements are structured into three categories of funds and discretely presented component units:

Primary Government:

Governmental Funds include the General Fund, special revenue funds, debt service funds, capital projects funds, and permanent funds. These funds account for the revenues and expenditures, capital outlay, and certain debt service of the State.

Proprietary Funds include enterprise funds and internal service funds. These funds account for the cost of certain services provided by the State.

Fiduciary Funds include pension (and other employee benefit) trust funds, private-purpose trust funds, and custodial funds. These funds account for assets held by the State in a trustee or custodial capacity for individuals, other governments, and other entities.

Discretely Presented Component Units:

Major

College and Universities account for moneys from student tuition and fees, federal and state grants, debt proceeds, gifts and contributions, state appropriations, investments, and endowments. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position are accounted for on the Statement of Net Position. Revenues, expenses, gains, and losses are reported on the Statement of Revenues, Expenses, and Changes in Net Position/Statement of Activities.

Non-Major

Non-Major Component Units account for moneys from bond proceeds, loans, contributions, gifts, grants, and other revenue sources. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position are accounted for on the Statement of Net Position. Revenues, expenses, gains, and losses are reported on the Statement of Revenues, Expenses, and Changes in Net Position/Statement of Activities.

**D. Cash and Cash Equivalents**

For reporting purposes, cash and cash equivalents include bank accounts, petty cash, and all investments with an original maturity of 92 days or less, such as certificates of deposit, money market certificates, and repurchase agreements. Cash and cash equivalents on the Proprietary Funds Statement of Cash Flows are also reported under this definition. This definition excludes Fiduciary funds. Cash balances of most state funds are pooled and invested by the State Treasurer (see Note 3).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

**E. Investments**

These are long-term investments with an original maturity greater than 92 days, which are expected to be held to maturity and redeemed at face value. The majority of investments are reported in pension (and other employee benefit) trust funds, however, investments are held in all fund types. Repurchase agreements and certificates of deposit held by the State Treasurer's Office are reported at amortized cost. The Missouri State Public Employees' Deferred Compensation Plan and the Missouri State Public Employees' Deferred Compensation Incentive Plan report their Stable Value Funds at contract value. The Missouri State Employees' Retirement System reports their cash equivalents at cost plus accrued interest. All other investments of the State are reported at fair value.

There are multiple funds that have income from investments which are directed to the General Fund. These funds consist of special revenue, enterprise, internal service, private-purpose, and custodial funds.

**F. Interfund Receivables/Payables**

The State makes various transactions between funds or between the primary government and component units to distribute interest earnings, finance operations, provide services, and acquire capital assets. These receivables at June 30 are classified as "due from other funds" or "due from primary government/component units" on the Balance Sheet and Statement of Net Position. Payables are classified as "due to other funds" or "due to primary government/component units" on the Balance Sheet and Statement of Net Position (see *Note 15*). These receivables/payables are due within one year. Any receivables/payables that are due to and due from an enterprise fund are eliminated on the face of the Proprietary Funds Statement of Net Position. If any receivables/payables that remain after this elimination are both in the same activity (Governmental), they are eliminated at the Government-Wide Statement of Net Position. Interfund receivables/payables between the primary government and the component units or the fiduciary funds are reclassified as accounts receivable/payable at the government-wide level. Any remaining interfund receivables/payables are reported as internal balances on the Government-Wide Statement of Net Position.

**G. Advances to/from Other Funds**

Long-term interfund receivables are classified as "advances to other funds" or "advances to primary government/component units" on the Balance Sheet and Statement of Net Position. Long-term interfund payables are classified as "advances from other funds" or "advances from primary government/component units" on the Balance Sheet and Statement of Net Position (see *Note 15*). These receivables/payables are eliminated if both the receivable and payable are in the same activity (Governmental). Advances to/from that are between the primary government and the component units are reclassified as accounts receivable/payable at the government-wide level. Any remaining long-term interfund receivables/payables are reported as internal balances on the Government-Wide Statement of Net Position.

**H. Inventories**

Inventories in the governmental funds consist of expendable supplies held for consumption, the cost of which is recorded as an expenditure at the time of purchase, except for the Missouri Road Fund, which updates inventory perpetually under the consumption method. Inventory balances for governmental funds are shown in the nonspendable fund balance classification. Inventories in the proprietary funds consist of both expendable supplies held for consumption and the cost of goods held for resale, the cost of which is recorded as an expense as they are used. Inventories are valued at cost using various methods such as moving average; weighted average; and first-in, first-out.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

**I. Capital Assets**

Capital assets, which include construction in progress, software in progress, infrastructure in progress, land, land improvements, permanent and temporary easements, buildings and improvements, equipment, software, trademarks, and infrastructure assets, are valued at historical cost or estimated historical cost if actual historical cost is not available. The estimate of historical cost was based on current appraised value indexed to the date of acquisition. Donated capital assets are reported at estimated acquisition value at the time received. Assets the State has the right to use per lease agreements are capitalized at the inception of the lease term and capital assets acquired through financed purchases are capitalized at the date the obligation is established (see *Notes 5, 6, and 11*).

Infrastructure assets (including highways, bridges, streets and sidewalks, drainage systems, lighting systems, communication towers, and similar items) are capitalized. Interest costs incurred during construction of capital assets are not capitalized.

The capitalization threshold for all capital assets is as follows: land improvements – \$15,000, buildings and improvements – \$15,000, software and trademarks – \$5,000, equipment – \$1,000, right-to-use land - \$20,000, right-to-use buildings - \$50,000, right-to-use equipment - \$1,000, right-to-use temporary easements - \$5,000 and right-to-use infrastructure - \$100,000. No dollar threshold is set for land, easements, or infrastructure.

Capital assets are depreciated/amortized using the straight-line method of depreciation/amortization over the following useful lives: buildings – 40 to 50 years, land improvements and building improvements – 15 to 20 years, temporary easements – term of easement, equipment – 2 to 5 years, software – 3 to 5 years, trademarks – 10 years, infrastructure – 12 to 50 years, right-to-use land - lease term, right-to-use buildings - shorter of lease term or useful life, right-to-use equipment - shorter of lease term or useful life, right-to-use temporary easement - shorter of lease term or useful life, and right-to-use infrastructure - shorter of the lease term or useful life. Construction in progress, software in progress, infrastructure in progress, land, and permanent easements are not depreciated/amortized.

Most works of art and historical treasures are not capitalized or depreciated/amortized. The State's non-capitalized collections include the historical artifacts at the various state museums and historical sites, monuments, and other art throughout the capitol grounds. Assets that were previously capitalized continue to be reported in the government-wide financial statements.

Component unit capital assets are stated at cost and are depreciated/amortized using the straight-line method of depreciation/amortization over the following useful lives: buildings – 40 years, land improvements and building improvements – 20 years, equipment – 5 to 15 years, software – 3 to 5 years, right-to-use land - lease term, right-to-use buildings - shorter of lease term or useful life, right-to-use equipment - shorter of lease term or useful life, and right-to-use infrastructure - shorter of the lease term or useful life.

**J. Leases**

Leases where the State of Missouri is the lessee, are recognized based on the present value of future lease payments over the contract term. A lease liability and an intangible right-to-use lease asset are recognized including right-to-use land, buildings, equipment, communication infrastructure and temporary easements. Lease right-to-use assets are reported with capital assets, and lease liabilities are reported as long-term debt in the statement of Net Position (see *Notes 5, 6, and 10*). The right-to-use lease assets are amortized over the term of the lease or the underlying asset's useful life, whichever is shorter.

Leases where the State of Missouri is the lessor, a lease receivable and a deferred inflow of resources are recognized based on the present value of lease payments over the contract term (see *Notes 13 and 14*). Types of assets the State leases as a lessor include land and buildings. The deferred inflow of resources is amortized evenly over the life of the lease.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

**K. Deferred Outflow of Resources and Deferred Inflow of Resources**

In addition to assets, the Statement of Net Position/Balance Sheet may report a separate line item for deferred outflows of resources. Deferred outflows of resources consist of the decrease of net position by the State that is applicable to a future reporting period and will not be recognized as outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position/Balance Sheet may report a separate line item for deferred inflows of resources. Deferred inflows of resources consist of the increase of net position by the State that is applicable to a future reporting period and will not be recognized as inflow of resources (revenue) until then.

**L. Unearned Revenues**

Unearned revenues are amounts collected in advance of the year in which earned.

**M. Long-Term Debt**

Long-term liabilities that will be financed from governmental funds are not reported on the fund financial statements. However, the long-term liabilities are reported on the government-wide financial statements. The reconciliation between fund financial statements and government-wide financial statements includes a line item for the long-term liabilities of governmental funds. These long-term liabilities include the following:

1. Due to Other Entities includes outstanding principal on advances from other governments and contractual obligations to other governments. The expenditures are recorded in the appropriate governmental funds when the liability is paid (see *Note 10*).
2. Outstanding principal for general obligation debt. The expenditure for payment of principal and interest for general obligation debt is recorded in the debt service funds when paid (see *Note 11*).
3. Outstanding principal for bonds issued by the Board of Public Buildings, bonds issued by the Missouri Development Finance Board, and the State Road Bonds issued by the Missouri Highways and Transportation Commission. The expenditure for payment of principal and interest for these bonds is recorded in the appropriate governmental and enterprise funds when paid (see *Note 11*).
4. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest rate method in the government-wide financial statements. Bonds payable are reported net of the applicable bond premium and discount.

In the fund financial statements, governmental fund and enterprise fund types recognize bond premiums and discounts during the current period. Premiums and discounts on debt issuances are reported as other financing sources (see *Note 10*).

5. Obligations under leases and financed purchases reported include the present value of net minimum future lease payments, which will be paid from the General Fund, various special revenue funds, proprietary funds, and the Missouri Road Fund (see *Notes 6 and 11*).
6. Pollution remediation liabilities are measured based on the pollution remediation outlays expected to be incurred to settle those liabilities. These liabilities include all remediation work that the State expects to perform, including work expected to be performed for other responsible parties or potentially responsible parties, whether or not the State is required to do that work. For goods or services used for pollution remediation activities, amounts that are normally expected to be liquidated with expendable available financial resources are recognized as liabilities upon receipt of those goods and services (see *Note 22*).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

7. Asset Retirement Obligations are measured based on the best estimate of the current value of outlays expected to be incurred. These liabilities include all legally enforceable amounts associated with the future retirement of a tangible capital asset. Liabilities and expenditures are recognized for goods and services used for asset retirement activities upon receipt of those goods and services (see *Note 23*).
8. Compensated absences include accumulated unpaid vacation and compensatory time accruals and related employer payroll taxes. These amounts are not accrued in the governmental funds, but are recorded as expenditures when paid (see *Note 10*).

Vacation leave is accumulated at a rate of 10 to 14 hours per month depending on the number of years of employment. Accumulated vacation leave cannot exceed twice the number of vacation hours earned annually. Compensatory time is accumulated as earned by an individual employee.

Sick leave is accumulated at a rate of 10 hours per month with no limit to the amount which can be accumulated. Accumulated sick leave is not paid upon employee termination and does not represent a liability of the State. However, unused sick leave may be converted to additional credited service upon retirement (usable only for benefit computation, not eligibility).

9. Claims and contingent liabilities include estimates of the risk of loss related to tort liability, general liability, motor vehicle liability, contractor liability, and injuries to employees. These liabilities are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. These losses include an estimate of claims that have been incurred, but not reported. Expenditures are recorded in the fund from which the liability is paid (see *Notes 21 and 24*).
10. The State provides postemployment health care (OPEB) and life insurance benefits to the majority of employees who either retire from the State or receive long-term disability benefits. These benefits are administered by the Missouri Consolidated Health Care Plan (MCHCP), the Missouri State Employees' Retirement System (MOSERS), the MoDOT/MSHP Medical and Life Insurance Plan (MHPML), and the Conservation Employees' Insurance Plan (CEIP). MCHCP is a cost-sharing multiple-employer defined benefit plan, while MHPML and CEIP are single-employer defined benefit plans. Health care benefits and MOSERS life insurance benefits are funded through both employer and employee contributions. The University of Missouri's OPEB plan is a single-employer defined benefit plan for all qualified employees.

For the purposes of measuring the total/net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from have been recognized on the same basis as they are reported by the plans. Employer contributions are recognized as revenue and reported when due and payable. Benefits are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value (see *Note 8*).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

11. The State has two major retirement systems which cover substantially all State employees and a retirement plan for University of Missouri employees. These systems are the Missouri State Employees' Retirement System (MOSERS) and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS). The Missouri State Employees' Plan (MSEP) is a cost-sharing multiple employer defined benefit public employee retirement plan administered by MOSERS. MOSERS also administers the Judicial Plan, a single-employer defined benefit public employee retirement plan. MPERS is a single-employer defined benefit public employee retirement plan. The University of Missouri Retirement, Disability, and Death Benefit Plan is a single-employer defined benefit plan for all qualified employees.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value (see Note 7).

Long-term liabilities of all proprietary, pension (and other employee benefit) trust, and private-purpose trust funds are accounted for in the respective funds.

**N. Net Position and Fund Balance**

The difference between fund assets, deferred outflows, liabilities, and deferred inflows is reported as "Net Position" on the government-wide, proprietary, fiduciary, and component unit fund statements and "Fund Balance" on the governmental fund financial statements.

Net Position is reported in three categories:

Net Investment in Capital Assets – An account used to segregate the portion of net position attributable to capital assets and related debt. It consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributed to acquisition, construction, or improvement of those assets.

Restricted Net Position – An account used to segregate the portion of net position that have constraints on their use, which are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through enabling legislation.

Enabling legislation authorizes the State to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. At June 30, 2022, net position restricted by enabling legislation equaled \$895,814,000 for governmental activities.

Unrestricted Net Position – An account used to segregate the portion of net position that does not meet the definition of the two preceding categories.

When both restricted and unrestricted resources are available for use, generally the State uses restricted resources first, then unrestricted resources as they are needed. However, there may be instances in which restricted funds may only be spent in proportion to unrestricted funds spent.

**Governmental Fund Balance Classifications**

The State's fund balances are classified as:

Nonspendable – Amounts that are not expected to be converted to cash or amounts that are legally or contractually required to be maintained intact.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 1 - Significant Accounting Policies (cont.)**

Restricted – Amounts that are restricted for specific purpose due to constraints that are externally imposed by creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – Amounts that can only be used for specific purposes pursuant to constraints imposed by a formal action of the legislature. Committed amounts cannot be used for other purposes unless the General Assembly passes legislation to remove the restraints.

Assigned – Amounts that are constrained by the legislature's intent to be used for a specific purpose, but do not meet the criteria for restricted or committed. The constraint for assigned fund balance is established by the Revised Statutes of the State of Missouri.

Unassigned – Amounts that do not meet the criteria of any of the classifications listed above.

**Negative Fund Balance**

A negative fund balance is prohibited in all fund balance classifications except Unassigned. When a negative fund balance exists, the shortfall would be covered by the next fund balance classification for that specific purpose.

**O. Interfund Transactions**

During the fiscal year, the State incurs various transactions between funds, including expenditures and transfers of resources to distribute interest earnings, finance operations, provide services, service debt, and acquire capital assets. Interfund transactions consist of these three types:

1. Transactions that would be treated as revenues or expenditures/expenses, if they involved organizations external to the State, are similarly treated when involving other funds of the State. Major transactions that fall into this category include payments to internal service funds from other funds for services rendered.
2. Transactions that reimburse another fund for an expense reduce the expenses of the fund that is being reimbursed and increase the expenses for the fund doing the reimbursement. Therefore, they are not shown on the face of the statements.
3. Operating subsidies and transfers from funds receiving revenues to funds through which the resources are to be expended are classified as transfers (see *Note 16*). These transactions are eliminated on the face of the financial statements if the transfer in and transfer out are either both in governmental funds or both in enterprise funds. Of the remaining transfers, any transfers in and transfers out that are within the governmental activities are eliminated at the Government-Wide Statement of Activities.

**P. Property Taxes**

Presently there is a state property tax of three cents on each hundred dollars assessed valuation on all real estate and personal property. The tax collected is deposited into the Blind Pension Fund, which is a component of social assistance.

Property taxes in Missouri are levied by October 31 of each year on assessed valuation as of January 1 of that year. Property taxes are due and payable by December 31 and penalties on unpaid taxes are imposed after that date. Assessed values are established by each county assessor's office and are calculated as a percent of market value except for agricultural land which is calculated on productive capability. The percentage for real property varies according to use: residential at 19%, commercial at 32%, and agricultural at 12%. Personal property is assessed according to type with the majority at 33 1/3% of market value.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 2 - Reporting Changes and Classifications**

The State of Missouri implemented the following new accounting standards issued by the Governmental Accounting Standards Board (GASB) for the fiscal year ending June 30, 2022:

- GASB Statement No. 87, *Leases*, requires recognition of certain lease assets and liabilities for leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. Under this Statement, a lessee is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. The implementation of this statement is reflected in *Note 5 - Capital Assets*, *Note 6 - Leases*, and *Note 13 - Payables and Receivables* of the financial statements.
- GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, establishes accounting requirements for interest cost incurred before the end of a construction period. The implementation of this statement did not have an impact on the financial statements.
- GASB Statement No. 92, *Omnibus 2020*, establishes accounting and financial reporting requirements for specific issues related to leases, intra-entity transfers of assets, postemployment benefits, government acquisitions, reinsurance recoveries, and nonrecurring fair value measurements. The implementation of this statement did not have an impact on the financial statements.
- GASB Statement No. 93, *Replacement of Interbank Offered Rates*, provides an exception to the lease modifications guidance in Statement 87, as amended, for certain lease contracts that are amended solely to replace an IBOR as the rate upon which variable payments depend. It also removes LIBOR as an appropriate benchmark interest rate for a derivative instrument that hedges the interest rate risk of taxable debt. The implementation of this statement did not have an impact on the financial statements.
- GASB Statement No. 97, *Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-an amendment of GASB Statements No. 14 and No.84, and a suppression of GASB Statement No. 32*, determines the classification of a Section 457 Deferred Compensation Plan and the accounting for a Section 457 Plan classified as a pension plan. The implementation of this statement did not have an impact on the financial statements.
- GASB Statement No. 98, *The Annual Comprehensive Financial Report*, establishes the term annual comprehensive financial report and its acronym ACFR. This statement changes the title of the financial statements to Annual Comprehensive Financial Report (ACFR) and was early implemented in fiscal year 2021.
- GASB Statement No. 99, *Omnibus 2022*, establishes or amends accounting and financial reporting requirements for specific issues related to the transition from the LIBOR, the Supplemental Nutrition Assistance Program (SNAP), non-monetary transactions, pledges of future revenues, the focus of government-wide financial statements, and terminology. The implementation of this statement did not have an impact on the financial statements.

The State of Missouri reclassified one fund for the fiscal year ending June 30, 2022. The Missouri Veteran's Homes fund was reclassified from an enterprise fund to a special revenue fund.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments**

The State Treasurer's Office maintains a cash and short-term investment pool that is used by substantially all state funds of the primary government. These funds do not include accrued interest. Certain organizational units are authorized to administer assets designated to their organization in a manner similar to the deposit and investment activities of the State as a whole. Summarized on the following page is the portfolio that represents the "Cash and Cash Equivalents," "Investments," "Restricted Assets – Cash and Cash Equivalents," and "Restricted Assets – Investments" as reported at June 30, 2022.

**A. Deposits**

The State minimizes custodial credit risk by restrictions set forth in state law and stipulations in the State Treasurer's Office Investment Policy. Custodial credit risk is risk that, in the event of the failure of a depository financial institution, the State will not be able to recover deposits or will not be able to recover collateralized securities that are in the possession of an outside party. Statutes restrict the State Treasurer's Office to deposit funds in financial institutions that are physically located in Missouri, which are selected based on financial stability and community involvement. The financial institution's loan to deposit ratio must exceed 50% at the time of deposit and deposits must be collateralized at least 100% in excess of FDIC coverage with approved securities. Deposits must have a maturity of five years or less and earn interest at varying rates based on State law.

Primary Government

At June 30, 2022, the bank balance of the primary government's deposits was \$1,504,256,000. Of the bank amount, \$31,217,000 was exposed to custodial credit risk by being uninsured and collateralized with securities held by the pledging financial institutions, \$3,035,000 was exposed to custodial credit risk by being uninsured and collateralized with securities held by pledging financial institution's trust department or agent, \$757,061,000 was held by the U.S. Treasury, and the remainder was not exposed to custodial risk.

Fiduciary

At June 30, 2022, the bank balance of the deposits of the fiduciary funds was \$102,446,000.

Component Units

Information on the component units' deposits is available within their individual financial statements.

**B. Investments**

Statutes authorize the State Treasurer's Office to invest in U.S. Treasury or Agency securities maturing within five years, commercial paper and banker's acceptances maturing within 180 days, or in repurchase agreements maturing within 90 days secured by U.S. Treasury, or Agency securities of any maturity. There have been no violations of these investment restrictions during fiscal year 2022.

The State Treasurer's Office minimizes credit risk, the risk of loss due to the failure of the security issuer or backer, by establishing a pre-approved list of financial institutions and companies that will be used to purchase commercial paper. The State Treasurer's Office also conducts regular credit monitoring, pre-qualifies the financial institutions and brokers/dealers with which the State Treasurer's Office will do business for broker services and repurchase agreements, and diversifies the portfolio to reduce potential losses on individual securities.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, the State will not be able to recover the value of their investment or collateral securities that are in the possession of an outside party. The State Treasurer's Office minimizes custodial credit risk by requiring that all securities be held in the State's name at the State's custodial bank, Wells Fargo National Association, Principal Financial Services, or at one of the State Treasurer's Office approved collateral custodians.

Primary Government

At June 30, 2022, the reported amount of the primary government's investments was \$14,629,023,000. Of this amount, \$174,473,000 was exposed to custodial credit risk because it was uninsured and unregistered with securities held by the State's counterparty.

Fiduciary

At June 30, 2022, the reported amount of the fiduciary funds investments was \$18,794,464,000.

Component Units

Information on the component units investments is available within their individual financial statements.

The following table (in thousands of dollars) provides information about the interest rate risks associated with the State's investments. Statutes also authorize investment of funds not held by the State Treasurer's Office. The externally-held internal service funds, the custodial and pension (and other employee benefit) trust funds, and the component units, in accordance with statutory authority, invest primarily in U.S. government securities, repurchase agreements, preferred and common stocks, bonds, real estate, fixed income securities, mutual funds, and investments in limited partnerships. The investments include certain short-term cash equivalents, various long-term items, and restricted assets by maturity, or in certain instances, a weighted average maturity in years. The State Treasurer's Office minimizes the risk of the market value of securities falling due to changes in interest rates by maintaining an effective duration of less than 3.5 years, and holding at least 30% of the portfolio's total market value in securities with a maturity of 12 months or less.

	Maturity in Years					Total Fair Value *
	Less than 1	1-5	6-10	More than 10	No Maturity	
All Fund Types except Fiduciary Funds and Component Units:						
U.S. Treasury Securities	\$ 632,071	\$ 926,078	\$ 8,803	\$ 9,084	\$ —	\$ 1,576,036
U.S. Agency Securities	2,815,588	7,298,081	—	—	—	10,113,669
U.S. Government Guaranteed Mortgages	75	1,801	—	—	—	1,876
Collateralized Mortgage Obligations	169	1,944	110	—	—	2,223
U.S. Agency- Sponsored Securities	20,205	129,333	—	—	—	149,538
Repurchase Agreements	1,598,859	—	—	—	—	1,598,859
Stocks	—	—	—	—	8,501	8,501
Certificates of Deposit	750	1,314	—	—	—	2,064
Mutual Funds	—	—	—	—	1,663	1,663
Commercial Paper	1,174,594	—	—	—	—	1,174,594
Subtotal	6,242,311	8,358,551	8,913	9,084	10,164	14,629,023

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

	Maturity in Years					Total Fair Value *
	Less than 1	1-5	6-10	More Than 10	No Maturity	
Fiduciary Funds:						
U.S. Government Securities	—	—	8,789	38,213	—	47,002
U.S. Treasury Securities	1,091,569	2,339,592	—	1,654,849	—	5,086,010
U.S. Agency Securities	9,268	58,529	1,773	37,723	—	107,293
U.S. Government Mortgage-Backed Securities	2	11,689	230	17,332	—	29,253
Repurchase Agreements	830,748	—	—	—	—	830,748
Stocks	—	—	—	—	491,625	491,625
Bonds	945	937,059	268,023	121,490	499	1,328,016
Commercial Paper	4,022	—	—	—	—	4,022
International Equities	—	—	—	5,412	—	5,412
Mortgages/Real Estate	370	589	6,301	39,215	408,455	454,930
Asset-Backed Securities	62,874	38,154	156,513	323,170	—	580,711
Short-Term Securities	1,054,699	—	—	—	—	1,054,699
Exchange Traded Funds	—	—	—	—	22,300	22,300
Mutual Funds	—	—	—	—	1,528,434	1,528,434
Alternatives/ Limited Partnership	—	—	—	—	7,161,676	7,161,676
Absolute Return	—	—	—	—	43,697	43,697
Tactical Fixed Income	—	—	—	—	12,425	12,425
Other	1,820	—	—	—	4,391	6,211
Subtotal	3,056,317	3,385,612	441,629	2,237,404	9,673,502	18,794,464
Total Investments	<u>\$ 9,298,628</u>	<u>\$ 11,744,163</u>	<u>\$ 450,542</u>	<u>\$ 2,246,488</u>	<u>\$ 9,683,666</u>	<u>\$ 33,423,487</u>

\*The State Treasurer's Office reports their repurchase agreements and certificates of deposit in the amount of \$1,573,000 at amortized costs. The Missouri State Public Employees Deferred Compensation Plan and the Missouri State Public Employees Deferred Compensation Incentive Plan reports their Stable Value Funds in the amounts of \$571,000 and \$331,000 respectively, at contract value. The Missouri State Employees' Retirement System reports their cash equivalents in the amount of \$756,000, at cost plus accrued interest.

The State minimizes concentration of credit risk, the risk attributed to the magnitude of an investment in a single issuer. State statute prohibits the State Treasurer's Office from investing more than 15% of the total time deposits with any single financial institution. State investment policy limits investment in commercial paper to 10% of the total portfolio per issuer and no more than 15% of the total portfolio may be invested in repurchase agreements with a single counterparty. Addendum A to the investment policy limits the total amount of linked deposits a financial institution may receive to 20% of the statutory cap set forth in Section 30.753.1, RSMo. There are no restrictions in the amount that can be invested in U.S. securities. During fiscal year 2022, the State did not have any instances of noncompliance with these requirements and policies.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

Fair Value Measurement

The State of Missouri categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72, *Fair Value Measurements and Application*. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

- Level 1 – Unadjusted quoted prices for identical instruments in active markets.
- Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are unobservable.
- Level 3 – Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk.

In instances where inputs used to measure fair value fall into different levels in the fair value hierarchy, fair value measurements in their entirety are categorized based on the lower level input that is significant to the valuation. The State's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The State Treasurer's Office uses the market approach for the determination of the fair value of investments, except for repurchase agreements and certificates of deposit, which are measured at amortized costs.

Debt, equities, and investment derivatives classified in level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Debt securities and liabilities classified in level 2 have non-proprietary information that was readily available to market participants from multiple independent sources, which are known to be actively involved in the market. Pricing inputs may include market quotations, yields, maturities, call features, and ratings. A portion of the derivative securities classified in level 2 are securities whose values are derived daily from associated traded securities. Other investments listed as level 2 include debt securities where an independent pricing evaluator had direct observable information, including: trading volume, multiple sources of market data and benchmark spreads. FX forwards are included due to the valuation coming from observable forward rates on the underlying currencies. The equity index swap is included because valuation inputs include an observable interest rate and the underlying index.

Investments listed as level 3 include debt securities where an independent pricing evaluator did not have direct observable information for comparable securities. Significant inputs used in the valuation are not available aside from the evaluator providing the price. Direct investments in private equity, real estate, credit, and real assets are included because the valuation techniques utilize discounted cash flows or other non-observable market information.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Investments Measured at Fair Value as of June 30, 2022 for the Primary Government (in thousands):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity Securities				
Repurchase Agreements	\$ 30,365	\$ 12,782	\$ 17,583	\$ —
Stocks	8,501	8,501	—	—
Mutual Funds	1,663	1,663	—	—
Total Equity Securities	40,529	22,946	17,583	—
Debt Securities				
U.S. Treasury Securities	1,576,036	41,474	1,534,562	—
U.S. Agency Securities	10,113,669	—	10,113,669	—
U.S. Government Guaranteed				
Mortgages	1,875	—	1,875	—
Collateralized Mortgage				
Obligations	2,223	—	2,223	—
U.S. Agency- Sponsored				
Securities	149,538	—	149,538	—
Certificates of Deposit	1,841	1,841	—	—
Commercial Paper	1,174,594	—	1,174,594	—
Total Debt Securities	13,019,776	43,315	12,976,461	—
Total Primary Government Investments	\$ 13,060,305	\$ 66,261	\$ 12,994,044	\$ —

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Investments Measured at Fair Value as of June 30, 2022 for the Fiduciary funds (in thousands):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Short Term Securities	\$ 287,933	\$ 286,113	\$ 1,820	\$ —
Equity Securities				
Stocks	468,051	462,917	5,072	62
Exchange Traded Funds	22,300	22,300	—	—
Mutual Funds	441,661	441,661	—	—
Real Estate	408,456	408,456	—	—
Other Investments	10,005	10,005	—	—
Total Equity Securities	1,350,473	1,345,339	5,072	62
Debt Securities				
U.S. Treasury Securities	5,133,099	5,034,004	99,095	—
U.S. Agency Securities	108,078	—	108,078	—
Commercial Paper	4,022	—	4,022	—
Collateralized Debt Obligations	576,518	—	387,360	189,158
Repurchase Agreements	99,982	99,982	—	—
Bonds and Asset Backed Securities	405,666	14,245	321,280	70,141
Non U.S Sovereign	12,101	—	12,101	—
Mortgage Backed Securities	71,704	—	58,732	12,972
Total Debt Securities	6,411,170	5,148,231	990,668	272,271
Private Markets*				
Private Equity	493,792	502	—	493,290
Real Estate	200,033	8,562	—	191,471
Real Assets	442,501	(801)	—	443,302
Opportunistic Debt	337,239	33,095	5,951	298,193
Total Private Markets	1,473,565	41,358	5,951	1,426,256

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Investments Measured at Fair Value as of June 30, 2022 for the Fiduciary funds (in thousands) (cont.):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment Derivative Instruments				
Future Contracts	\$ (22,096)	\$ (688)	\$ (21,408)	\$ —
Interest Rate Swap	(4,927)	—	—	(4,927)
Total Investment Derivative Instruments	(27,023)	(688)	(21,408)	(4,927)
Total Investments by Fair Value Level	<u>\$ 9,496,118</u>	<u>\$ 6,820,353</u>	<u>\$ 982,103</u>	<u>\$ 1,693,662</u>

Investments Measured at the Net Asset Value (NAV):

	Total
Active Hedge Funds	\$ 3,036,188
Commingled equity funds	1,266,130
Commingled fixed income funds	266,152
Commingled short-term investment funds	21,542
MOSERS investment portfolio fund	3,728
Missouri target date funds	1,091,432
Private equity funds	716,187
Private real estate and timber funds	511,558
Total investments Measured at NAV	<u>\$ 6,912,917</u>
Total Investments Measured at Fair Value	<u>\$ 16,409,035</u>
Other Obligations	
Reverse Repurchase Agreements	\$ 3,685,255
Total Other Obligations	<u>\$ 3,685,255</u>
Other Investments	
Reported at Contract Value	\$ 901,414
Total Other Investments	<u>\$ 901,414</u>

As of June 30, 2022, Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) has unfunded commitments in private markets investments consisting of \$162,784,000 in private equity, \$164,720,000 in real estate, \$83,979,000 in real assets, and \$190,021,000 in opportunistic debt.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Investments Measured at the Net Asset Value as of June 30, 2022, (in thousands):

Investments	Fair Value	Unfunded Commitments (U.S. Dollars)	Redemption Frequency (If currently eligible)	Redemption Notice Period (Days)
Active hedge funds				
Equity market neutral <sup>1</sup>	162,803	—	Quarterly Semi-Annually for MOSERS;	90
Event driven <sup>2</sup>	255,428	—	Monthly for MPERS	60-90
Fund-of-funds <sup>3</sup>	1,353,676	—	Monthly	95
Global asset allocation <sup>4</sup>	9,289	—	Monthly	5-60
In liquidation <sup>5</sup>	7,884	—	N/A	N/A
Merger arbitrage <sup>7</sup>	158,141	—	Monthly	45
Multi-strategies <sup>8</sup>	1,012,375	—	Monthly, Quarterly for MOSERS; Monthly for MPERS	60-90
Quantitative <sup>9</sup>	76,580	—	Monthly	30
Structured credit - relative value <sup>10</sup>	12	—	Quarterly	60
Total active hedge funds	3,036,188	—		
Commingled equity funds <sup>11</sup>	1,266,130	—	Daily, Monthly	1-10
Commingled fixed income funds <sup>12</sup>	266,152	—	Daily	2
Commingled short-term investment funds <sup>13</sup>	21,542	—	Daily	0
MOSERS investment portfolio fund <sup>14</sup>	3,728	—	Monthly	None
Missouri target date funds <sup>15</sup>	1,091,432	—	Daily	None
Private equity funds <sup>16</sup>	716,187	453,997	N/A	N/A
Private real estate and timber funds <sup>17</sup>	511,558	27,241	Daily for MPERS	90 days for MPERS
Total investments measured at NAV	<u>\$ 6,912,917</u>	<u>\$ 481,238</u>		

The following is a description of valuation methodologies used for assets recorded at fair value.

<sup>1</sup>Equity market neutral hedge fund – This value is 100% from MOSERS. This consists of one fund whereby the strategy invests in both long and short in U.S. and global equity securities, with the goal of having little to no net market exposure. This investment is valued at NAV, is redeemable quarterly and is not subject to lockup restrictions.

<sup>2</sup>Event driven hedge funds – This value is 98.2% from MOSERS (with a redemption period of 60 days) and 1.8% from MPERS (with a redemption period of 90 days). Consisting of one fund for MOSERS and one fund for MPERS, this strategy seeks to gain an advantage from pricing inefficiencies that may occur in the onset or aftermath of a corporate action or related event. This investment is valued at NAV, redeemable semi-annually, and is not subject to lockup restrictions for MOSERS. Due to contractual lock-up restrictions, the value of this investment is eligible for redemption in the next four months for MPERS.

<sup>3</sup>Fund-of-funds – This value is 100% from MOSERS. Consisting of five funds, these funds seek to provide diversification by holding a number of funds within a single fund structure. These investments are valued at the NAV, are redeemable monthly, and are subject to liquidation of the underlying funds.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

<sup>4</sup>Global asset allocation – This value is 100% from MPERS. Consisting of one fund, this strategy is highly diversified and uses fundamental research to develop systematic rules for trading positions. Due to contractual lock-up restrictions, the value of this fund is eligible for redemption in the next 35 days.

<sup>5</sup>Pending liquidated hedge funds – This value is 88.4% from MOSERS and 11.6% from MPERS. MOSERS has eight hedge funds that have been fully redeemed as of June 30, 2022, which are awaiting final distribution of the proceeds, which will be received upon sale of the underlying investments or upon completion of the audit of financial statements for MOSERS. MPERS has a small investment in two hedge funds that are in liquidation and have been closed, MPERS is awaiting the sale of the final assets.

<sup>6</sup>Merger arbitrage hedge fund – This value is 100% from MOSERS. Consisting of one fund, this strategy invests in the common stock of companies that are involved in publicly announced mergers and seeks to generate attractive returns while dampening volatility. This investment is valued at NAV, is redeemable monthly, and is not subject to lock-up restrictions.

<sup>7</sup>Multi-strategy hedge fund – This value is 73.5% from MOSERS and 26.5% from MPERS. Consisting of five funds for MOSERS and two funds for MPERS, these funds aim to pursue varying strategies in order to diversify risks and reduce volatility. These investments are redeemable monthly or quarterly, but are subject to lock-up restrictions for MOSERS. Due to contractual restrictions, the value of these investments is eligible for redemption in the next six months for MPERS.

<sup>8</sup>Quantitative hedge funds – This value is 100% from MOSERS. Consisting of two funds, this strategy attempts to achieve uncorrelated returns using advanced statistical methods to select securities across liquid public markets. These investments are redeemable monthly, and are not subject to lock-up restrictions.

<sup>9</sup>Structured credit – relative value – This value is 100% from MPERS. As of June 30, 2022, MPERS had one fund that is in liquidation in this strategy.

<sup>10</sup>Commingled equity funds – This value is 100% from MOSERS. This consist of six equity funds which are considered to be commingled in nature. Each are valued at the NAV held at the end of the period based upon the fair value of the underlying investments.

<sup>11</sup>Commingled fixed income funds – This value is 100% from MOSERS. One fixed income fund is considered to be commingled in nature. This investment is valued at the NAV held at the end of the period based upon the fair value of the underlying investment.

<sup>12</sup>Commingled short-term investment funds – This value is 100% from MOSERS. One short-term investment fund is considered to be commingled in nature. These investments are valued at the NAV held at the end of the period based upon the fair value of the underlying investments.

<sup>13</sup>MOSERS Investment Portfolio (MIP) fund – This value is 84.6% from the Deferred Compensation Plan and 15.4% from the Deferred Compensation Incentive Plan. Participant transactions (purchases and sales) may occur monthly. The significant investment strategies are designed to achieve long-term total returns, comprised of capital appreciation and income. There are no unfunded commitments. There are generally no restrictions as to the redemption of these investments.

<sup>14</sup>Missouri target date funds – This value is 81.5% from Deferred Compensation Plan and 18.5% from the Deferred Compensation Incentive Plan. Participant transactions (purchases and sales) may occur daily. The significant investment strategies of the funds are to seek the highest total return over time, consistent with the fund's asset mix. The asset allocations within these target date funds adjust automatically over time. Each fund invests more aggressively in its early years and becomes more conservative as it reaches its time horizon. There are no unfunded commitments. There are generally no restrictions as to the redemption of these investments.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

<sup>15</sup>Private equity, real estate and timber funds – This value is 94.1% from MOSERS and 5.9% from MPERS. MOSERS' private equity portfolio consists of 41 funds with exposure to buyout funds, distressed funds, infrastructure, energy, secondary, royalty funds, and special situations. The real estate portfolio, comprised of eight funds, invests mainly in U.S. commercial real estate. The timber portfolio consists of one fund in liquidation which invests in global timberland. The fair values of the majority of these funds has been determined using net assets valued one quarter in arrears plus current quarter cash flows. These funds are not eligible for redemption. Distributions are received as underlying investments when the funds are liquidated, which, on average, can occur over the span of 5 to 10 years. MPERS invests in five core private real estate funds that are commingled in nature. Four are eligible for redemption on a quarterly basis and one on a daily basis.

The State Treasurer's Office requires investments in commercial paper and bankers' acceptances to have the highest letter and numerical ranking (such as A1/P1) as rated by at least two Nationally Recognized Statistical Rating Organizations (NRSROs). The Treasurer does not have any additional policies regarding credit ratings of investments.

The following table (in thousands of dollars) provides information on the credit ratings associated with the State's investments in debt securities.

	Moody's	S & P	Fair Value
Primary Government/Fiduciary:			
U.S. Government Securities	Aaa	AA+	\$ 737,132
	NR	NR	46,975
U.S. Treasury	Aaa	AA+	1,455,364
	Aaa	NR	135,450
	NR	NR	31,860
U.S. Agencies	Aaa	NR	46,886
	NR	AA	36,632
	NR	NR	2,864
U.S. Government Mortgage-Backed Securities	NR	NR	17,648
Bonds	A	NR	19,540
	NR	AAA	39,826
	NR	AA	1,008,210
	NR	AA-	3,169
	NR	A	74,418
	NR	BBB	141,888
	NR	BB	1,780
	NR	NR	38,637
Repurchase Agreements	Aaa	AA+	117,068
	Aaa	NR	12,782
	NR	NR	2,298,490
U.S. Agency-Sponsored Securities	Aaa	AA+	9,221,186
	Aaa	NR	5,139
	NR	NR	1,062,932

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

	Moody's	S & P	Fair Value
Asset-Backed Securities	NR	AAA	\$ 195,111
	NR	AA	74,080
	NR	A	10,681
	NR	BB	919
	NR	B	93,507
	NR	CC	6,428
	NR	NR	199,986
Exchange Traded Funds	4-STAR	NR	22,300
Certificates of Deposit	NR	NR	2,065
Commercial Paper	P-1	A-1+	854,121
	P-1	A-1	324,495
Pooled Investments	NR	AAA	21,542
U.S Government			
Guaranteed Mortgages	Aaa	AA+	1,875
	Aaa	NR	11,572
	NR	AA	33
Collateralized Mortgage			
Obligations	Aaa	AA+	2,223
	Aaa	NR	2,801
	NR	AA	371
Equities	NR	NR	23,656
Equity Funds	NR	NR	1,328
Fixed Income	NR	NR	335
Stocks	NR	NR	8,378
Non US Sovereign	NR	AA	723
	NR	A	1,430
	NR	BBB	3,258
Other	NR	AAA	11,460
	NR	AA	1,615
	NR	BBB	133
	NR	CCC	1,884
	NR	NR	30,031
Total Rated Investments			<u>\$ 18,464,217</u>

NR = Not Rated.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 3 - Deposits and Investments (cont.)**

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The State Treasurer's Office does not have any deposits or investments in foreign currency and therefore does not have a policy regarding foreign currency risk. The Missouri State Employees' Retirement System and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System do have foreign currency deposits and investments which may be used for hedging purposes. The following table (in thousands of dollars) provides information on deposits and investments held in various foreign currencies, which are stated in U.S. dollars.

Currency	Investment Type				Total
	Cash	Equities	Fixed Income	Real Estate	
Australian Dollar	\$ 8,283	\$ 397	\$ —	\$ —	\$ 8,680
Canadian Dollar	5,568	320	—	—	5,888
Euro	6,405	832	1,691	41,025	49,953
Hong Kong Dollar	(7,128)	499	—	—	(6,629)
Japanese Yen	687	725	—	—	1,412
New Israeli Shekel	1,820	—	—	—	1,820
Singapore Dollar	—	315	—	—	315
South African Rand	(949)	—	—	—	(949)
South Korean Won	(470)	946	—	—	476
United Kingdom Pound Sterling	1,248	292	1,257	245	3,042
Total	<u>\$ 15,464</u>	<u>\$ 4,326</u>	<u>\$ 2,948</u>	<u>\$ 41,270</u>	<u>\$ 64,008</u>

**C. Securities Lending Program**

Missouri State Employees' Retirement System:

The Missouri State Employees' Retirement System's (MOSERS) board of trustees' investment policies permit the pension trust funds to participate in a securities lending program. Fixed income, international equity and domestic equity securities of the pension trust funds are loaned to participating brokers who provide collateral in the form of cash, U.S. Treasury or government agency securities, or letters of credit issued by approved banks. Collateral must be provided in the amount of 102% of fair value for domestic loans and 105% of fair value for international loans. MOSERS does not have the authority to pledge or sell collateral securities without borrower default.

MOSERS had no securities lending activity in fiscal year 2022.

Missouri Department of Transportation and Highway Patrol Employees' Retirement System:

In accordance with the investment policies set by the board of trustees, the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS), lends its securities to broker-dealers and banks pursuant to a form of loan agreement. MPERS custodial bank, Northern Trust, is authorized to lend available securities to approved broker-dealers and banks subject to the receipt of acceptable collateral.

MPERS may lend securities and receive cash, securities insured or guaranteed by the U.S. government or its agencies, and irrevocable bank letters of credit as collateral. MPERS cannot pledge or sell non-cash collateral unless a borrower defaults. Borrowers are required to deliver collateral for each loan equal to: 1) 102% of the fair value of the loaned securities plus any accrued interest in the case of loaned securities denominated in United States dollars or whose primary trading market is located in the United States, and 2) 105% of the fair value of the loaned securities plus any accrued interest in the case of loaned securities not denominated in United States dollars or whose primary trading market was not located in the United States.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

MPERS did not impose any restrictions during the fiscal year on the amount of the loans that the custodial bank made on its behalf. There were no known failures by any borrowers to return loaned securities or pay distributions thereon during the year.

MPERS and borrowers maintained the right to terminate all securities lending transactions on demand. At June 30, 2022, the cash collateral fund had a fair value of \$23,800,000.

At June 30, 2022 and June 30, 2021, MPERS had earned \$184,000 and \$131,000, respectively, on the securities lending program.

**Component Units:**

Information on the component units securities lending program is available within their individual financial statements.

**D. Derivatives**

**Missouri State Employees' Retirement System:**

While the Board has no formal policy specific to derivatives, Missouri State Employees' Retirement System (MOSERS), through its external investment managers, holds investments in futures contracts and swap contracts. MOSERS enters into these certain derivative instruments as investments primarily to enhance the performance and reduce the volatility of its portfolio. It enters swaps and futures contracts to gain or hedge exposure to certain markets and to manage interest rate risk. For the year ended June 30, 2022, the change in fair value of the swap contracts resulted in a gain of \$133 million of investment income. The change in fair value in the futures contracts resulted in a gain of \$25 million of investment income. MOSERS does not anticipate additional significant market risk from the derivative arrangements. MOSERS could be exposed to risk if the counterparties to the contracts are unable to meet the terms of the contracts. MOSERS anticipates that the counterparties will be able to satisfy their obligations as credit evaluations and credit limits are monitored by the investment managers.

The following table (in thousands of dollars) summarizes the various contracts in MOSERS portfolio as of June 30, 2022. The investments are reported at fair value and are included on the Statement of Fiduciary Net Position of the pension (and other employee benefit) trust funds.

**Futures Contracts:**

<u>Notional Amount</u>	<u>Exposure</u>
\$(100,256)	\$(688)

**Swap Contracts:**

<u>Notional Amount</u>	<u>Counterparty Exposure</u>
\$2,674,921	\$(135,961)

**Missouri Department of Transportation and Highway Patrol Employees' Retirement System:**

MPERS has an investment policy which holds investments in future contracts, swap contracts, options contracts, and forward foreign currency exchange contracts. Derivative financial instruments involve credit risk and market risk. The notional value related to these derivative instruments are generally not recorded on the financial statements; however, the change in fair value of these instruments is incorporated in performance.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 3 - Deposits and Investments (cont.)**

The following table (in thousands of dollars) summarizes the various contracts in MPERS portfolio as of June 30, 2022. The investments are reported at fair value and are included on the Statement of Fiduciary Net Position of the pension (and other employee benefit) trust funds.

Type	Notional/Fair Value	Unrealized Gain (Loss)
Foreign Currency Forward Contract	\$ 6,178	\$ 40
Futures Contracts	643,536	(103,816)
Swap Contracts	237,846	(55,443)
Total	<u>\$ 887,560</u>	<u>\$ (159,219)</u>

Through the use of derivatives, MPERS is exposed to risk that the counterparties involved in the contracts are unable to meet the term of their obligation. MPERS investment managers seek to control this risk through counterparty credit evaluations and approvals, counterparty credit limits, and exposure monitoring procedures. MPERS anticipates the counterparties will be able to satisfy their obligations under the contracts. The associated counterparty's credit rating is an A+.

Component Units:

Information on the component units derivatives is available within their individual financial statements.

**E. Assets Held in Escheat**

The Unclaimed Property Division of the Missouri State Treasurer's Office holds unclaimed stocks, bonds, mutual fund positions, and other securities that have been turned over by their holders on behalf of the securities' owners. The State takes custody of these securities until the owner claims them or if unclaimed, liquidates them after 18 to 24 months. The State holds the securities in order to return them to their owners. The State does not report these securities as investments because they do not meet the Governmental Accounting Standards Board's definition of "investments". This is because the State does not hold the securities for income or profit, nor do the securities have a present service capacity for the State. A total of \$22,285,000 of these unclaimed securities is shown as "Assets Held in Escheat" on the private-purpose trust funds combining statement of fiduciary net position in Unclaimed Property.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 4- Governmental Fund Balance**

**Fund Balance Classifications by Purpose** – In the basic financial statements, the fund balance classifications are presented in the aggregate. The following displays the fund balances by major purpose (in thousands of dollars):

	Nonspendable	Restricted	Committed	Assigned
<b>General Fund</b>				
Inventories	\$ 101,545	\$ —	\$ —	\$ —
Loans Receivable	59,734	—	—	—
Consumer Protection	—	—	—	24,846
Budget Reserve	—	—	750,513	—
Education	—	6,339	7,330	40,346
Medical and Other Assistance	—	—	2	42,428
Energy Programs	—	—	—	28,246
Forfeited Financial Instruments	—	—	—	1,392
Federal Government	—	990,527	—	—
Taxes	—	—	—	1,550
Other	—	2,325	2,471	68,814
Total	<u>\$ 161,279</u>	<u>\$ 999,191</u>	<u>\$ 760,316</u>	<u>\$ 207,622</u>
<b>Public Education</b>				
Loans Receivable	\$ —	\$ —	\$ —	\$ 748
Education	—	479,940	5,317	36,221
Total	<u>\$ —</u>	<u>\$ 479,940</u>	<u>\$ 5,317</u>	<u>\$ 36,969</u>
<b>Conservation and Environmental Protection</b>				
Inventories	\$ 219	\$ —	\$ —	\$ —
Loans Receivable	—	191	1,442,391	6,384
Conservation Commission	—	165,919	—	—
Environmental Conservation	—	44,024	543,631	92,401
State Parks	—	36,530	—	309
Johnson-Travis Memorial	—	1,000	—	—
Forfeited Financial Instruments	—	—	—	1,444
Total	<u>\$ 219</u>	<u>\$ 247,664</u>	<u>\$ 1,986,022</u>	<u>\$ 100,538</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 4 - Governmental Fund Balance (cont.)**

	Nonspendable	Restricted	Committed	Assigned
<b>Missouri Road Fund</b>				
Inventories	\$ 46,354	\$ —	\$ —	\$ —
Prepaid Items	495	—	—	—
Highways and Transportation	—	1,083,032	—	—
Total	<u>\$ 46,849</u>	<u>\$ 1,083,032</u>	<u>\$ —</u>	<u>\$ —</u>
<b>Non-Major Special Revenue Funds</b>				
Inventories	\$ 6,037	\$ —	\$ —	\$ —
Loans Receivable	—	—	—	1,304
Professional Boards and Licensure	—	—	13,688	31,304
Legal Assistance	—	18,784	349,482	10,508
Agriculture	—	11,353	346	8,246
Medical and Other Assistance	—	81,962	47,331	12,349
Transportation	—	36,318	—	233,368
Highway Patrol and Water Patrol	—	7,473	564	23,499
Workers' Compensation and				
Unemployment Compensation	—	99,271	—	—
Veterans' Homes	—	33,894	—	—
Other	—	34,414	11,906	23,315
Total	<u>\$ 6,037</u>	<u>\$ 323,469</u>	<u>\$ 423,317</u>	<u>\$ 343,893</u>
<b>Non-Major Debt Service Funds</b>				
General Obligation Bonds	\$ —	\$ 11,851	\$ —	\$ —
Fulton State Hospital	—	11,697	—	—
Missouri Road Bond	—	102,879	—	—
Total	<u>\$ —</u>	<u>\$ 126,427</u>	<u>\$ —</u>	<u>\$ —</u>
<b>Non-Major Capital Projects Funds</b>				
Board of Public Buildings-Education	\$ —	\$ 3	\$ —	\$ —
Board of Public Buildings-State Capitol	—	8,836	—	—
Board of Public Buildings-State Facility	—	189	—	—
Fulton State Hospital	—	1,909	—	—
Total	<u>\$ —</u>	<u>\$ 10,937</u>	<u>\$ —</u>	<u>\$ —</u>
<b>Non-Major Permanent Funds</b>				
Arrow Rock State Historic Site Endowment	\$ 30	\$ —	\$ —	\$ —
Confederate Memorial Park	75	—	—	108
State Public School	66,584	—	—	—
Smith Memorial Endowment Trust	365	—	—	2
Total	<u>\$ 67,054</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 110</u>

**A. Budget Reserve Fund**

The Budget Reserve Fund is established in Article IV, Section 27(a) of the Missouri Constitution. The Commissioner of Administration may transfer amounts from the Budget Reserve Fund to any other fund when necessary to meet the cash requirements of the State. However, the Budget Reserve Fund must be paid back with interest prior to May 16<sup>th</sup> of the fiscal year in which the transfer was made.

Budget stabilization expenditures may occur in a fiscal year in which the Governor reduces the expenditures of the State or any of its agencies below their appropriation or in which there is a budget need due to a natural disaster as proclaimed by the Governor to be an emergency. An appropriation from the Budget Reserve Fund may be granted by a two-thirds vote of the members elected to each House. The maximum amount which may be appropriated at any one time for budget stabilization purposes is one-half the sum of the balance of the Budget Reserve Fund and any amounts appropriated or otherwise owed to the fund, less all amounts owed to the fund for budget stabilization purposes but not yet appropriated for repayment to the fund. One-third of the amount expended or transferred from the Budget Reserve Fund for budget stabilization purposes plus interest shall stand appropriated to the Budget Reserve Fund during each of the next three fiscal years from the fund which received the budget stabilization appropriation. The balance of the Budget Reserve Fund at June 30, 2022, was \$750,513,000.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 5 - Capital Assets**

Capital asset activity for the year ended June 30, 2022, was as follows (in thousands of dollars):

	*Balance July 1, 2021	Increases	Decreases	Balance June 30, 2022
<b>Governmental Activities:</b>				
Capital Assets not being Depreciated/Amortized:				
Construction in Progress .....	\$ 269,700	\$ 89,106	\$ (148,123)	\$ 210,683
Software in Progress .....	122,305	32,937	(31,571)	123,671
Infrastructure in Progress .....	1,940,445	1,002,521	(807,495)	2,135,471
Land .....	3,097,397	6,253	(671)	3,102,979
Permanent Easements .....	1	6	—	7
Total Capital Assets not being Depreciated/Amortized	<u>5,429,848</u>	<u>1,130,823</u>	<u>(987,860)</u>	<u>5,572,811</u>
Capital Assets Being Depreciated:				
Land Improvements .....	244,339	10,809	(64)	255,084
Temporary Easements .....	3,028	3,563	(249)	6,342
Buildings and Improvements .....	3,717,677	102,910	(955)	3,819,632
Equipment .....	1,458,532	115,579	(65,194)	1,508,917
Software .....	303,836	44,401	(16,426)	331,811
Trademarks .....	17	—	—	17
Infrastructure .....	52,844,177	807,496	(92,099)	53,559,574
Right-to-Use Lease Assets Being Amortized .....				
Land - right-to-use .....	607	—	—	607
Temporary Easements - right-to-use .....	5	19	—	24
Buildings - right-to-use .....	73,515	18,294	—	91,809
Equipment - right-to-use .....	1,149	637	—	1,786
Infrastructure - right-to-use .....	24,927	317	—	25,244
Total Capital Assets being Depreciated/Amortized	<u>58,671,809</u>	<u>1,104,025</u>	<u>(174,987)</u>	<u>59,600,847</u>
Less Accumulated Depreciation for:				
Land Improvements .....	(143,065)	(6,126)	—	(149,191)
Temporary Easements .....	(490)	(1,009)	249	(1,250)
Buildings and Improvements .....	(2,182,048)	(93,867)	463	(2,275,452)
Equipment .....	(1,074,357)	(92,214)	60,522	(1,106,049)
Software .....	(244,391)	(39,205)	14,712	(268,884)
Trademarks .....	(17)	—	—	(17)
Infrastructure .....	(26,314,040)	(581,532)	87,895	(26,807,677)
Less Accumulated Amortization for:				
Land - right-to-use .....	—	(56)	—	(56)
Temporary Easements - right-to-use .....	—	(1)	—	(1)
Buildings - right-to-use .....	—	(16,028)	—	(16,028)
Equipment - right-to-use .....	—	(482)	—	(482)
Infrastructure - right-to-use .....	—	(2,015)	—	(2,015)
Total Accumulated Depreciation/Amortization .....	<u>(29,958,408)</u>	<u>(832,535)</u>	<u>163,841</u>	<u>(30,627,102)</u>
Total Capital Assets being Depreciated/Amortized, Net	<u>28,713,401</u>	<u>271,490</u>	<u>(11,146)</u>	<u>28,973,745</u>
Governmental Activities Capital Assets, Net .....	<u>\$ 34,143,249</u>	<u>\$ 1,402,313</u>	<u>\$ (999,006)</u>	<u>\$ 34,546,556</u>

\*Beginning balances as of July 1, 2021 have been restated (see Note 17).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 5 - Capital Assets (cont.)**

**Business-Type Activities:**

Capital Assets not being Depreciated/Amortized:

Construction in Progress .....	\$ 2,129	\$ 2,342	\$ (1,083)	\$ 3,388
Land .....	32,668	126	—	32,794
Permanent Easements .....	—	2	—	2
Total Capital Assets not being Depreciated/Amortized	<u>34,797</u>	<u>2,470</u>	<u>(1,083)</u>	<u>36,184</u>

Capital Assets Being Depreciated:

Land Improvements .....	51,239	1,605	(25)	52,819
Temporary Easements .....	50	2	—	52
Buildings and Improvements .....	58,258	167	—	58,425
Equipment .....	43,273	2,568	(1,435)	44,406
Software .....	562	—	—	562

Right-to-Use Lease Assets Being Amortized

Buildings - right-to-use .....	1,461	405	—	1,866
Equipment - right-to-use .....	504	14	—	518

Total Capital Assets being Depreciated/Amortized	<u>155,347</u>	<u>4,761</u>	<u>(1,460)</u>	<u>158,648</u>
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Less Accumulated Depreciation for:

Land Improvements .....	(18,217)	(2,402)	15	(20,604)
Temporary Easements .....	(32)	(2)	—	(34)
Buildings and Improvements .....	(26,832)	(1,221)	—	(28,053)
Equipment .....	(31,540)	(3,003)	1,382	(33,161)
Software .....	(535)	(11)	—	(546)

Less Accumulated Amortization for:

Buildings - right-to-use .....	—	(394)	—	(394)
Equipment - right-to-use .....	—	(148)	—	(148)

Total Accumulated Depreciation/Amortization	<u>(77,156)</u>	<u>(7,181)</u>	<u>1,397</u>	<u>(82,940)</u>
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Total Capital Assets being Depreciated/Amortized, Net	<u>78,191</u>	<u>(2,420)</u>	<u>(63)</u>	<u>75,708</u>
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Business-Type Activities Capital Assets, Net	<u>\$ 112,988</u>	<u>\$ 50</u>	<u>\$ (1,146)</u>	<u>\$ 111,892</u>
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Depreciation/amortization expense of governmental activities was charged to functions as follows (in thousands of dollars):

	<u>Capital Assets</u>
General Government .....	\$ 61,067
Education .....	3,138
Natural and Economic Resources .....	25,028
Transportation and Law Enforcement .....	674,708
Human Services .....	68,594
Total .....	<u>\$ 832,535</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 5 - Capital Assets (cont.)**

**Discretely Presented Component Units**

The following table summarizes net capital assets reported by the discretely presented component units (in thousands of dollars):

	College and Universities	Non-Major Component Units	Total
Capital Assets not being Depreciated/Amortized:			
Construction in Progress .....	\$ 279,139	\$ —	\$ 279,139
Land .....	188,536	7,220	195,756
Other Non-Depreciable/Amortizable Assets .....	24,171	—	24,171
Total Capital Assets not being Depreciated/Amortized .....	491,846	7,220	499,066
Capital Assets being Depreciated/Amortized:			
Land Improvements .....	45,043	—	45,043
Buildings and Improvements .....	8,092,813	80,111	8,172,924
Equipment, Fixtures, and Books .....	1,721,415	1,525	1,722,940
Software .....	116,580	26	116,606
Infrastructure .....	771,124	—	771,124
Right-to-Use Assets Being Amortized			
Land .....	1,349	—	1,349
Buildings and Improvements .....	121,363	403	121,766
Equipment, Fixtures, and Books .....	13,204	17	13,221
Infrastructure .....	7,693	—	7,693
Total Capital Assets being Depreciated/Amortized .....	10,890,584	82,082	10,972,666
Less Total Accumulated Depreciation/Amortization .....	(5,631,457)	(30,484)	(5,661,941)
Total Capital Assets being Depreciated/Amortized, Net .....	5,259,127	51,598	5,310,725
Discretely Presented Component Units – Capital Assets, Net	<u>\$ 5,750,973</u>	<u>\$ 58,818</u>	<u>\$ 5,809,791</u>

**Capital Asset Impairments**

Multiple software in development projects were stopped in fiscal year 2022 due to cancellation, which resulted in an impairment loss of \$67,000. This loss is reported as a program expense in the government-wide financial statements.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 6 - Leases**

The State has entered into various agreements to lease land, buildings, equipment, infrastructure and temporary easements. GASB Statement No. 87, *Leases*, requires that the State, as a lessee, recognize a lease liability and an intangible right-to-use lease asset (lease asset). The lease liability and lease asset are recognized at the commencement date of the lease based on the estimated present value of lease payments over the lease term.

Lease liability for the internal service and enterprise funds are reported as a long-term obligation in those funds along with the related assets. Leases and the related assets are not reported on the fund financial statements of governmental type funds. However, the leases and related assets of governmental funds are included on the government-wide financial statements and they are shown on the reconciliation between fund financial statements and government-wide statements.

Following is a summary of future minimum payments due for leases (in thousands of dollars):

Fiscal Year Ending	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2023	\$ 18,042	\$ 3,230	\$ 547	\$ 55
2024	15,401	2,662	523	37
2025	10,461	2,217	370	21
2026	8,931	1,890	230	11
2027	5,841	1,633	204	4
2028-2032	16,757	6,004	—	—
2033-2037	8,944	4,043	—	—
2038-2042	5,852	2,610	—	—
2043-2047	667	2,222	—	—
2048-2052	652	2,101	—	—
2053-2057	490	2,011	—	—
2058-2062	581	1,921	—	—
2063-2067	688	1,813	—	—
2068-2072	816	1,686	—	—
2073-2077	967	1,535	—	—
2078-2082	1,146	1,356	—	—
2083-2087	1,357	1,144	—	—
2088-2092	1,609	893	—	—
2093-2097	1,906	595	—	—
2097-2102	2,259	243	—	—
2103	246	2	—	—
Total	<u>\$ 103,613</u>	<u>\$ 41,811</u>	<u>\$ 1,874</u>	<u>\$ 128</u>

Certain lease contracts include variable payments, residual value guarantees or termination penalties that are not known or certain to be exercised at the time of the calculation of the lease liability. These are recognized as expenses in the period they are incurred. For the fiscal year ended, June 30, 2022, there were no such variable payments excluded from the measurement of the lease liability. There were also no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2022.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 6 - Leases (cont.)**

**Discretely Presented Component Units**

Following is a summary of future minimum payments due for leases (in thousands of dollars):

	College and Universities		Non-Major Component Units	
	Principal	Interest	Principal	Interest
2023	\$ 22,666	\$ 2,404	\$ 105	\$ 9
2024	19,059	1,911	107	4
2025	14,605	1,422	58	—
2026	10,409	1,048	42	—
2027	6,385	793	14	—
2028-2032	18,477	2,232	—	—
2033-2037	9,511	889	—	—
2038-2042	2,459	275	—	—
2043-2047	619	62	—	—
2048-2052	56	27	—	—
2053-2057	43	23	—	—
2058-2062	49	19	—	—
2063-2067	52	14	—	—
2068-2072	57	10	—	—
2073-2077	62	4	—	—
2078	13	—	—	—
Total	<u>\$ 104,522</u>	<u>\$ 11,133</u>	<u>\$ 326</u>	<u>\$ 13</u>

For the fiscal year ended, June 30, 2022, there were no variable payments excluded from the measurement of the lease liability for discretely presented component units. There were no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2022.

**Note 7 - Retirement Systems**

The State has two major retirement systems which cover substantially all State employees. These systems are the Missouri State Employees' Retirement System (MOSERS) and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS). MOSERS is comprised of the Missouri State Employees' Plan (MSEP), a cost-sharing multiple-employer, defined benefit public employee retirement plan and the Judicial Plan, a single-employer defined benefit public employee retirement plan. MPERS is a single-employer defined benefit public employees' retirement plan.

**Plan Descriptions**

The Missouri State Employees' Plan (MSEP) is a cost-sharing multiple-employer, defined benefit public employee retirement plan administered by MOSERS. The Plan is administered in accordance with Sections 104.010 and 104.312-104.1215, RSMo.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

The MSEP has three benefit structures known as MSEP (closed plan), MSEP 2000, and MSEP 2011. The MSEP covers all full-time employees hired before July 1, 2000, who are not covered under another state-sponsored retirement plan. MSEP 2000 covers all full-time employees hired on or after July 1, 2000 and before January 1, 2011. MSEP 2011 covers all full-time employees first hired on or after January 1, 2011. Members of the closed plan have the option at retirement to choose between the benefit structure of the MSEP or MSEP 2000.

The Judicial Plan is a single-employer, defined benefit public employee retirement plan administered by MOSERS. The Plan is administered in accordance with Sections 476.445 - 476.690, RSMo. The Judicial Plan covers eligible members appointed/elected before January 1, 2011. The Judicial Plan 2011 covers eligible members appointed/elected for the first time on or after January 1, 2011.

MOSERS provides retirement, survivor, and disability benefits to its members. General employees are fully vested after 5 years of creditable service if covered by the MSEP, MSEP 2000, and MSEP 2011 plans. Elected officials are fully vested after 4 years of creditable service and Members of the General Assembly are fully vested after 6 years of creditable service. The base retirement benefits are calculated by multiplying the employee's final average pay by a specific factor multiplied by the years of credited service. The retirement eligibility requirements are as follows for general employees:

**MSEP**

Age 65 and active with 4 years of service  
Age 65 with 5 years of service  
Age 60 with 15 years of service  
Age 48 with age and service equaling 80 or more (Rule of 80)  
Employees may retire early at age 55 with at least 10 years of service with reduced benefits.  
The base benefit in the general employee plan is equal to 1.6% multiplied by the final average pay multiplied by years of credited service.

**MSEP 2000**

Age 62 with 5 years of service  
Age 48 with age and service equaling 80 or more (Rule of 80)  
Employees may retire early at age 57 with at least 5 years of service with reduced benefits.  
The base benefit in the general employee plan is equal to 1.7% multiplied by the final average pay multiplied by years of credited service.

**MSEP 2011**

Age 67 with 5 years of service  
Age 55 with age and service equaling 90 or more (Rule of 90)  
Employees may retire early at age 62 with at least 5 years of service with reduced benefits.  
The base benefit in the general employee plan is equal to 1.7% multiplied by the final average pay multiplied by years of credited service.

**Judicial Plan**

Age 62 with 12 years of service  
Age 60 with 15 years of service  
Age 55 with 20 years of service  
Employees may retire early at age 62 with less than 12 years of service or age 60 with less than 15 years of service with a reduced benefit that is based upon years of service relative to 12 or 15 years.  
The base benefit for members with 12 or more years of service is equivalent to 50% of compensation on the highest court served.

**Judicial Plan 2011**

Age 67 with 12 years of service  
Age 62 with 20 years of service  
Employees may retire early at age 67 with less than 12 years of service with reduced benefits or age 62 with less than 20 years of service with a reduced benefit based on years of service.  
The base benefit for members with 12 or more years of service is equivalent to 50% of compensation on the highest court served.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 7 - Retirement Systems (cont.)**

For members hired prior to August 28, 1997, cost of living adjustments (COLAs) are provided annually based on 80% of the percentage increase in the average Consumer Price Index (CPI) from one year to the next, with a minimum rate of 4% and a maximum rate of 5%, until the cumulative amount of COLAs equals 65% of the original benefit, thereafter the 4% minimum rate is eliminated. For members hired on or after August 28, 1997, and members who have met their COLA cap receive COLAs annually based on 80% of the percentage increase in the average CPI from one year to the next, up to a maximum rate of 5%. Qualified, inactive-vested members of MSEP and the Judicial Plan may make a one-time election to receive the present value of their future benefit in a lump sum payment. To qualify, a member must have left state employment on or after October 1, 1984 and prior to September 1, 2002, have less than 10 years of service, not be within 5 years of retirement eligibility, meet age requirements, and have a benefit present value of less than \$10,000.

The Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) is a single-employer, defined benefit public employee retirement plan administered in accordance with Sections 104.010-104.1093, RSMo.

MPERS is considered a single-employer plan because its membership is composed of qualified employees of the Missouri Department of Transportation, uniformed and non-uniformed members of the Missouri State Highway Patrol, and MPERS staff.

MPERS provides retirement, survivor, and disability benefits to its members. The MPERS has three benefit structures known as the Closed Plan, the Year 2000 Plan, and the Year 2000 Plan-2011 Tier. Generally, the Closed Plan covers employees hired before July 1, 2000. The Year 2000 Plan generally covers employees hired on or after July 1, 2000 and before January 1, 2011. The Year 2000 Plan-2011 Tier covers employees hired on or after January 1, 2011. Employees covered by the Closed Plan and the Year 2000 Plan are fully vested after 5 years of creditable service. Employees covered by the 2011 Tier are fully vested after 5 years of creditable service if they were active on or after January 1, 2018.

The retirement eligibility requirements are as follows:

**Closed Plan**

<b>MoDOT and non-uniformed patrol members:</b>	<b>Uniformed patrol members:</b>
Age 65 and active with 4 or more years of service	Age 55 and active with 4 or more years of service
Age 65 with 5 or more years of service	Age 55 with 5 or more years of service
Age 60 with 15 or more years of service	Age 48 with sum of age and service
Age 48 with sum of age and service equaling 80 or more (Rule of 80)	equaling 80 or more (Rule of 80)
	Mandatory retirement at age 60

All non-uniformed members may retire early, with reduced benefits, at age 55 with at least 10 years of service.

The base benefit in the Closed Plan is equal to 1.6% multiplied by the final average pay multiplied by years of creditable service for non-uniformed members. For members of the uniformed patrol, the base benefit is equal to 2.1333% multiplied by the final average pay multiplied by years of creditable service.

For members employed prior to August 28, 1997, cost of living adjustments (COLAs) are provided annually based on 80% of the increase in the Consumer Price Index for all urban consumers for the United States (CPI-U). The minimum rate is 4% and the maximum rate is 5%, until the cumulative amount of COLAs equals 65% of the original benefit. Thereafter, the 4% minimum rate is eliminated and the annual COLA rate will be equal to 80% of the increase in the CPI-U (annual maximum of 5%). For members employed on or after August 28, 1997, COLAs are provided annually based on 80% of the increase in the CPI-U, up to a maximum rate of 5%.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 7 - Retirement Systems (cont.)**

**Year 2000 Plan**

**MoDOT and non-uniformed patrol members:**

Age 62 with 5 or more years of service

Age 48 with sum of age and service

equaling 80 or more (Rule of 80)

**Uniformed patrol members:**

Age 48 with sum of age and service

equaling 80 or more (Rule of 80)

Mandatory retirement at age 60 with

5 or more years of service

All members may retire early with reduced benefits at age 57 with at least 5 years of service.

The base benefit in the Year 2000 Plan is equal to 1.7% multiplied by the final average pay multiplied by years of creditable service. Members retiring under the Rule of 80, and uniform patrol members retiring at the mandatory retirement age (currently 60), receive an additional temporary benefit until age 62. The temporary benefit is equivalent to 0.8% multiplied by final average pay multiplied by years of creditable service. COLAs are provided annually based on 80% of the change in the CPI-U, up to a maximum rate of 5%.

**Year 2000 Plan-2011 Tier**

**MoDOT and non-uniformed patrol members:**

Age 67 with 5 or more years of service

Age 55 and active with sum of age and service

equaling 90 or more (Rule of 90)

**Uniformed patrol members:**

Age 55 and active with 5 or more years

of service

Mandatory retirement at age 60 with no

minimum service amount, active only.

Active MoDOT and non-uniformed patrol members may retire early with reduced benefits at age 62 with at least 5 years of service. Terminated and vested uniformed patrol members may retire at age 67 with 5 or more years of service.

The base benefit in the 2011 Tier is equal to 1.7% multiplied by the final average pay multiplied by years of creditable service. Members retiring under the Rule of 90, and uniform patrol members retiring at the mandatory retirement age (currently 60) or at age 55 with 5 years of creditable service, receive an additional temporary benefit until age 62. The temporary benefit is equivalent to 0.8% multiplied by final average pay multiplied by years of creditable service. COLAs are provided annually based on 80% of the change in the CPI-U, up to a maximum rate of 5%.

Single-Employer Plans:

**Employees Covered by Benefit Terms – Single-Employers Only**

As of June 30, 2021 valuation, membership consisted of the following:

	<u>Judicial Plan</u>	<u>MPERS</u>
Retirees, beneficiaries, and the disabled currently receiving benefits	607	9,235
Terminated employees entitled to, but not yet receiving benefits	27	2,133
Active		
Vested	—	5,106
Nonvested	418	2,113
Total Membership	<u>1,052</u>	<u>18,587</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

**Contributions**

Per Chapter 104.436, RSMo, contribution requirements of the active employees and the participating employers are established and may be amended by the MOSERS Board. Employees in the MSEP 2011 Plan are required to contribute 4.00% of their annual pay. The State's required contribution rates for the MSEP and the Judicial Plan for the year ended June 30, 2021, were 22.88% and 63.38% of annual payroll, respectively. The contribution rates as a percentage of covered payroll for the MSEP and the Judicial Plan for the year ended June 30, 2021, were 22.88% and 63.38%, respectively. Contributions to the pension plan from the MSEP Plan and the Judicial Plan were \$388,097,000 and \$39,990,000 respectively, for the year ended June 30, 2021.

Per Chapter 104.070, RSMo, contribution requirements of the active employees and the participating employers are established and may be amended by the MPERS Board of Trustees. Beginning January 1, 2011, employee contributions of 4.00% of gross pay are required for those covered by the Year 2000 Plan-2011 Tier. Employer contributions are determined through annual actuarial valuations. Administrative expenses are financed through contributions from participating employers and investment earnings. The state's required contribution rate, as adopted by the MPERS Board of Trustees, for the year ended June 30, 2021, was to be at least 58.00%. The contribution rate as a percentage of covered payroll for the MPERS plan year ended June 30, 2021, was 58.00%. Contributions to the pension plan from the MPERS plan were \$208,213,000.

For the portion of the MSEP Plan relating to the State's component units, the required contribution rate for the year ended June 30, 2021, was 22.88%. The contribution rates as a percentage of covered payroll for the year ended June 30, 2021, was 22.88%. Contributions to the pension plan were \$71,589,000 for the year ended June 30, 2021.

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

**Cost-Sharing Multiple Employer Plan:**

At June 30, 2022, a liability was reported for the State's proportionate share of the net pension liability for the MSEP and the MSEP-CU plans based on an actuarial valuation as of June 30, 2021. The State's proportionate share of the net pension liability was based on the State's actual share of contributions to the pension plan relative to the actual contributions of all participating employers for plan year ended June 30, 2021.

The State reported the following proportionate share of the net pension liability and the pension expense for the fiscal year ended June 30, 2022 (in thousands of dollars):

	<u>MSEP</u>	<u>MSEP-CU</u>
Pension Expense	\$ 615,127	\$ 81,507
Proportionate share:		
2022	84.15 %	15.52 %
Net Pension Liability	\$4,704,810	\$ 867,854

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 7 - Retirement Systems (cont.)**

Single-Employer Plans:

The State's net pension liability and related information for the Judicial and MPERS plans for the fiscal year ended June 30, 2022 (in thousands of dollars):

	Judicial Plan Increase (Decrease)			MPERS Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Pension (b)	Net Pension Liability (a) – (b)	Total Pension Liability (a)	Plan Fiduciary Net Pension (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2021	\$ 624,848	\$ 167,289	\$ 457,559	\$4,092,098	\$ 2,361,600	\$ 1,730,498
Changes for the year:						
Service Cost	12,872	—	12,872	43,727	—	43,727
Interest	42,005	—	42,005	278,523	—	278,523
Differences Between expected and actual experience	(6,886)	—	(6,886)	(26,472)	—	(26,472)
Changes of Assumptions	(4,929)	—	(4,929)	226,320	—	226,320
Contributions – Employer	—	39,996	(39,996)	—	208,213	(208,213)
Contributions – Employee	—	1,448	(1,448)	—	7,096	(7,096)
Net Income Investment	—	44,050	(44,050)	—	699,644	(699,644)
Benefit payments, including refunds of employee contributions	(41,626)	(41,626)	—	(266,719)	(266,719)	—
Disability Premiums	—	—	—	(1,601)	(1,601)	—
Administrative Expense	—	(76)	76	—	(4,585)	4,585
Net Transfers to Other Retirement Systems	—	—	—	(1,803)	277	(2,080)
Net Changes	1,436	43,792	(42,356)	251,975	642,325	(390,350)
Balances at June 30, 2022	<u>\$ 626,284</u>	<u>\$ 211,081</u>	<u>\$ 415,203</u>	<u>\$4,344,073</u>	<u>\$ 3,003,925</u>	<u>\$ 1,340,148</u>

For the year ended June 30, 2022, the Judicial Plan and MPERS recognized pension expense of \$37,148,000 and \$134,331,000, respectively.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 7 - Retirement Systems (cont.)**

At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources				Deferred Inflows of Resources			
	MSEP	Judicial	MPERS	MSEP-CU	MSEP	Judicial	MPERS	MSEP-CU
Difference between expected and actual experience	\$ 75,020	\$ 238	\$ 1,880	\$ 13,838	\$ 20,815	\$ 12,990	\$ 23,247	\$ 3,840
Changes of assumptions	329,055	4,518	183,836	60,698	—	3,738	—	—
Net difference between projected and actual earnings on pension plan investments	—	—	—	—	848,227	22,176	325,829	156,465
Changes in proportion and differences between plan contributions and proportionate share of contributions	32,797	—	—	6,246	129	—	—	38,904
Contributions subsequent to the measurement date	392,186	39,268	212,711	74,722	—	—	—	—
<b>Total</b>	<b>\$ 829,058</b>	<b>\$ 44,024</b>	<b>\$ 398,427</b>	<b>\$ 155,504</b>	<b>\$ 869,171</b>	<b>\$ 38,904</b>	<b>\$ 349,076</b>	<b>\$ 199,209</b>

Amount reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the measurement period of the year ended June 30, 2021. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources			
	MSEP	Judicial	MPERS	MSEP-CU
2023	\$ 40,041	\$ (8,398)	\$ (18,571)	\$ (14,766)
2024	6,989	(9,799)	(21,274)	(15,244)
2025	(227,259)	(9,065)	(23,192)	(41,920)
2026	(252,070)	(6,886)	(100,323)	(46,497)
<b>Totals</b>	<b>\$ (432,299)</b>	<b>\$ (34,148)</b>	<b>\$ (163,360)</b>	<b>\$ (118,427)</b>

**Actuarial Assumptions**

The total pension liability at June 30, 2022, is based upon the June 30, 2021, actuarial valuation for MOSERS and MPERS using the entry age normal actuarial cost method. Significant actuarial assumptions used in the June 30, 2021, actuarial valuations are the following:

	MSEP and MSEP-CU	Judicial	MPERS
Price Inflation	2.25 %	2.25 %	3.00 %
Salary Increases	2.75-10.00%	3.00 %	3.00-12.45%
Investment Rate of Return	6.95 %	6.95 %	6.50 %



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 7 - Retirement Systems (cont.)**

The actuarial assumptions used in the June 30, 2021, valuation were based on the results of an actuarial experience study covering the five-year period ended June 30, 2020, performed in 2021, for MOSERS. Changes in assumptions since the prior year were: subsequent changes in the unfunded actuarial accrued liability due to actuarial gains/losses or assumption changes are now amortized over a closed 25 year period, instead of 30 years; the mortality assumptions are now based on generational tables; the merit component of the salary increase assumption was adjusted to partially reflect observed experience. For the MSEP and Judicial Plan, the pre-retirement mortality rates were based on the Pub-2010 General Members Below Median Employee mortality table; the post-retirement mortality rates for retirees were based on the Pub-2010 General Members Below Median Healthy Retiree mortality table, scaled by 104% for MSEP; the post-retirement mortality rates for beneficiaries were based on the Pub-2010 General Members Median Contingent Survivor mortality table; mortality was projected generationally from 2010 to 2020 using Scale MP-2020 and 75% of Scale MP-2020 for years after 2020, all tables were set back 2 years for males and set forward 1 year for females for MSEP.

Amounts reported in the June 30, 2021, actuarial report are assumptions reflecting adjustments to expected rates of withdrawal, disability, normal and early retirement, mortality, and merit and seniority pay for MPERS. The actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2013, through June 30, 2017. Mortality rates, for post-retirement mortality, used in evaluating allowances to be paid to non-disabled pensioners were the RP-2014 Healthy Mortality Tables projected to 2022 using projection scale MP-2017. The pre-retirement mortality used were the RP-2014 Employee Mortality Table projected to 2022 using projection scale MP-2017 and multiplied by a factor of 65%. Disabled pension mortality was based on RP-2014 Disabled Retiree Annuitant Mortality Tables projected to 2022 using projection scale MP-2017.

The long-term (30 year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of the real rates of return for the MSEP and Judicial Plan and arithmetic real rates of return for MPERS for each major asset class included in the target allocation are summarized in the table below:

**Target Asset Allocation**

Asset Class	MSEP and MSEP-CU		Judicial		MPERS	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	30.0%	5.8%	30.0%	5.8%	40.0%	2.6%
Private Equity	15.0%	7.4%	15.0%	7.4%	10.0%	6.6%
Fixed Income					22.5%	(0.4)%
Real Assets					10.0%	3.1%
Real Estate					10.0%	2.5%
Hedge Funds	5.0%	2.9%	5.0%	2.9%		
Opportunistic Debt					7.5%	4.1%
Long Treasuries	25.0%	1.6%	25.0%	1.6%		
Core Bonds	10.0%	1.2%	10.0%	1.2%		
Commodities	5.0%	3.6%	5.0%	3.6%		
TIPS	25.0%	0.8%	25.0%	0.8%		
Private Real Assets	5.0%	5.2%	5.0%	5.2%		
Public Real Assets	5.0%	5.8%	5.0%	5.8%		
Alternative Beta	10.0%	3.4%	10.0%	3.4%		
Private Credit	5.0%	7.6%	5.0%	7.6%		
Cash and Cash Equivalents**	(40.0)%	0.0%	(40.0)%	0.0%		
	<u>100.0%</u>		<u>100.0%</u>		<u>100.0%</u>	

\*\*Cash and cash equivalents policy allocation amounts are negative due to use of leverage.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

**Discount Rate**

A single discount rate based on the expected rate of return on pension investments of 6.95%, 6.95%, and 6.50% was used to measure the total pension liability for MSEP, Judicial Plan, and MPERS, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate for MPERS. The projection of cash flows used to determine the discount rate assumed that contributions will be made using actuarial determined rates from participating employers for MOSERS. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate, as well as, what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	5.95%	6.95%	7.95%
MSEP Net Pension Liability	\$6,201,169	\$4,704,810	\$3,455,538
	5.95%	6.95%	7.95%
Judicial Plan Net Pension Liability	\$477,775	\$415,203	\$361,631
	5.50%	6.50%	7.50%
MPERS Net Pension Liability	\$1,861,001	\$1,340,148	\$906,821
	5.95%	6.95%	7.95%
MSEP-CU Net Pension Liability	\$1,143,874	\$867,854	\$637,412

**Payables to the Pension Plan**

As of June 30, 2022, the State had payables of \$19,020,000 to MOSERS for the outstanding amount of contributions to the pension plan, relating to a two week lag in payroll.

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the separate financial reports issued by MOSERS and MPERS:

Missouri State Employees' Retirement System  
P.O. Box 209  
Jefferson City, Missouri 65102-0209  
[www.mosers.org](http://www.mosers.org)

Missouri Department of Transportation and  
Highway Patrol Employees' Retirement System  
P.O. Box 1930  
Jefferson City, Missouri 65102-1930  
[www.mpers.org](http://www.mpers.org)

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

**University of Missouri Retirement System**

**Plan Description**

The University of Missouri Retirement, Disability, and Death Benefit Plan is a single-employer defined benefit plan for all qualified employees. As authorized by Section 172.300, RSMo, the University's Board of Curators administers the Retirement Plan and establishes its terms.

Full-time employees vest in the Retirement Plan after five years of credited service and become eligible for benefits based on age and years of service. A vested employee who retires at age 65 or older is eligible for a lifetime annuity calculated at a certain rate times the credited service years times the compensation base (average consumption for the five highest consecutive salary years). The rate is 2.2% if the employee was hired before October 1, 2012, or 1.0% if the employee was hired after September 30, 2012. Academic members who provide summer teaching and research service receive additional summer service credit. The Board of Curators may periodically approve increases to the benefits paid to existing pensioners. However, vested members who leave the University prior to eligibility for retirement are not eligible for these pension increases. Vested employees who are at least age 55 and have ten years or more of credited service, or age 60 with at least five years of credited service may choose early retirement with a reduced benefit. However, if the employee retires at age 62 and has at least 25 years of credited service, the benefit is not reduced. Up to 30% of the retirement annuity can be taken in a lump sum payment. In addition, the standard annuity can be exchanged for an actuarially-equivalent annuity selected from an array of options with joint and survivor, period certain, and guaranteed annual increase features.

As of June 30, 2022, membership consisted of the following:

Vested members	13,409
Inactive vested members	6,098
Pensioners and beneficiaries	11,479
Total Membership	<u>30,986</u>

The University closed the defined benefit plan to new entrants as of October 1, 2019. Employees starting on or after that date, are enrolled in a defined contribution plan. Vested defined benefit employees that are rehired on or after October 1, 2019, no longer receive creditable service credit within the defined benefit plan.

**Contributions**

The University's contributions to the Retirement Plan are equal to the actuarially determined contribution requirement (ADC). The ADC for those employees hired before October 1, 2012, averaged 12.7% of covered payroll for the year ending June 30, 2022. The ADC for those employees hired after September 30, 2012, averaged 9.1% of covered payroll for the year ended June 30, 2022. Employees are required to contribute 1% of their salary up to \$50,000 in a calendar year and 2% of their salary in excess of \$50,000. An actuarial valuation of the Plan is performed annually and the University's contribution rate is updated on July 1, to reflect the actuarially determined funding requirement from the most recent valuation, as of the preceding October 1. This actuarial valuation reflects the adoption of any Retirement Plan amendments during the previous fiscal year. The University contributed \$114,999,000 during the fiscal year ended June 30, 2022.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

Employees hired after September 30, 2012, participate in a single employer, defined contribution plan. Each year the University contributes 2% of each employee's eligible salary to a 401(a) plan. Employees are able to contribute to a 457(b) and 403(b) plan. The University will match up to 3% of the employee's contribution to the 457(b) plan with the University's match funds going into the 401(a) plan. Employees in the defined contribution plans are immediately 100% vested in their contributions. Employees hired or rehired beginning October 1, 2019, will participate in a single employer, defined contribution plan. Employees will be automatically enrolled in the plan to contribute 8% of eligible salary into a 457(b) plan. Each year the University will match up to 8% of each employer's eligible salary to a 401(a) plan. The University's matching contributions vest following three years of consecutive or nonconsecutive service. The defined contribution plan recognized \$37,385,000 of pension expense net of \$5,859,000 of forfeitures for the year ended June 30, 2022.

**Net Pension Liability**

The Retirement Plan's net pension liability was measured as of June 30, 2022. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021. Roll-forward procedures were used to measure the Retirement Plan's net pension liability as of June 30, 2022. For the year ended June 30, 2022, fiduciary net position as a percentage of the total pension liability amounted to 80.24%.

Changes in net pension liability (in thousands of dollars):

	Total Pension Liability (TPL) (a)	Fiduciary Net Pension (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at June 30, 2021	\$ 4,872,088	\$ 4,557,145	\$ 314,943
Changes for the year:			
Service Cost	60,290	—	60,290
Interest	343,730	—	343,730
Differences between expected and actual experience	114,655	—	114,655
Changes in assumptions	243,508	—	243,508
Contributions – Employer	—	114,999	(114,999)
Contributions – Employee	—	14,238	(14,238)
Net Income Investment	—	(107,876)	107,876
Benefit payments, including refunds of employee contributions	(292,357)	(292,357)	—
Net Changes	469,826	(270,996)	740,822
Balances at June 30, 2022	<u>\$ 5,341,914</u>	<u>\$ 4,286,149</u>	<u>\$ 1,055,765</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 7 - Retirement Systems (cont.)**

**Pension Expense**

Annual pension expense consists of service cost and interest on the pension liability less employee contributions and projected earnings on pension plan investments. The difference between actual and expected earnings is recorded as a deferred outflow/inflow of resources and recognized in pension expense over a five year period.

For the year ended June 30, 2022, the Retirement Plan recognized pension expense of \$196,499,000. At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 122,369	\$ 6,725
Changes in assumptions	203,876	—
Net difference between projected and actual earnings on pension plan investments	—	26,473
Total	<u>\$ 326,245</u>	<u>\$ 33,198</u>

The University recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the University's employees. The following table summarizes the future recognition of these items:

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources
	Recognition
2023	\$ 119,168
2024	77,596
2025	10,582
2026	85,701
Totals	<u>\$ 293,047</u>

**Actuarial Assumptions**

The October 1, 2021, actuarial valuation utilized the entry age actuarial cost method. The discount rate used to measure the total pension liability was 7.00%. Actuarial assumptions included:

Inflation	2.20 %
Salary Increases	3.5 - 4.4%
Investment Rate of Return	7.00 %

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 7 - Retirement Systems (cont.)**

For purposes of determining actuarially required contributions, the actuarial value of assets was determined using techniques that spread effects of short-term volatility in the market value of investments over a five-year period. Starting with the October 1, 2021 valuation the underfunded actuarial accrued liability is being amortized using a method that separately amortizes the initial unfunded liability as of October 1, 2021 over 20 years, the impact of the assumption changes over 20 years, and future experience gains and losses over 25 years and 15 years, respectively. The mortality rates were based on Pub-2010 Teacher Healthy Annuitant Mortality Table with generational projection using scale MP-2020 for academic and administrative members and Pub-2010 General Healthy Annuitant Mortality Table with generational projection using scale MP-2020 for clerical and service members.

The actuarial assumptions used in the October 1, 2021, valuation were based on the results of the most recent quinquennial study of the University's own experience covering 2016 to 2020.

The annual money-weighted rate of return is calculated as the internal rate of return on pension investments, net of pension plan investment expense. The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return on pension plan investments for the year ended June 30, 2022, was (1.8)%. The following table provides long-term expected rates of real return:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Public equity	34.0 %	3.8 %
Private equity	13.0 %	7.3 %
Sovereign bonds	8.0 %	(0.7)%
Inflation linked bonds	9.0 %	(0.5)%
Private debt	6.0 %	5.8 %
Risk balanced	12.0 %	4.9 %
Commodities	5.0 %	1.2 %
Real estate	13.0 %	6.3 %
	<u>100.0 %</u>	

**Discount Rate**

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the University contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 7 - Retirement Systems (cont.)**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate**

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate, as well as, what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	<u>1% Decrease</u>	<u>Current Single Discount Rate Assumption</u>	<u>1% Increase</u>
	6.00%	7.00%	8.00%
MU Net Pension Liability	\$1,726,811	\$1,055,765	\$492,627

Separate financial statements are not prepared for the Plan.

Detailed information concerning the Plan is presented in the University's 2022 financial report, which is publicly available. Copies of this report may be requested from:

University of Missouri System  
118 University Hall  
Columbia, Missouri 65211  
[www.umsystem.edu](http://www.umsystem.edu)

**Note 8 - Other Postemployment Benefits**

In addition to the retirement benefits described in Note 7, the State provides postemployment health care and life insurance benefits, in accordance with State statutes, to the majority of employees who either retire from the State or receive long-term disability benefits. These benefits are administered by the Missouri Consolidated Health Care Plan (MCHCP), the Missouri State Employees' Retirement System (MOSERS), the Missouri Department of Transportation and Highway Patrol Employees' Medical and Life Insurance Plan (MHPML), and the Conservation Employees' Insurance Plan (CEIP). MCHCP is a cost-sharing multiple-employer, defined benefit other postemployment benefits plan, MOSERS is an insured, defined benefit insurance plan, and MHPML and CEIP are single-employer defined benefit public employees' other postemployment benefits plans.

**Plan Descriptions**

Missouri Consolidated Health Care Plan (MCHCP) operates a cost-sharing multiple-employer, defined benefit Other Postemployment Benefits Plan (OPEB), the State Retiree Welfare Benefit Trust (SRWBT). Employees may participate at retirement, if eligible, to receive a monthly retirement benefit from either the Missouri Employees' Retirement System (MOSERS) or another retirement system whose members are grandfathered for coverage under the MCHCP by law. The terms and conditions governing postemployment benefits, are vested with the MCHCP Board of Trustees within the authority granted under sections 103.003 - 103.178, RSMo. MCHCP provides medical, dental, and vision benefits, and the Strive Employee Life & Family program for the exclusive benefit of current and future retired employees of the state and their dependents who meet eligibility requirements, except those retired members covered by other OPEB plans of the state. Covered categories include active employees, participants and spouses in payment status, participants with a deferred benefit, and disabled participants.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 8 - Other Postemployment Benefits (cont.)**

The Missouri Department of Transportation and Highway Patrol Employees' Medical and Life Insurance Plan (MHPML) is a single-employer, defined benefit OPEB plan administered in accordance with Section 104.270, RSMo. MHPML is not a separate legal entity and is self insured. The plan does not maintain assets in a trust and pays expenses on a pay-as-you-go basis. The plan assets are neither legally protected from creditors nor are they dedicated to providing OPEB benefits. The State has no legal obligation to pay the benefits. MHPML provides healthcare insurance benefits to employees who retired from the Department who participated in the Medical and Life Insurance Plan when they were an active employee and had a minimum of five years creditable service. Coverage categories include retirees, certain disabled employees, spouses, certain dependents and survivors of deceased employees and retirees. At July 1, 2021, the number of participants covered by the plan included 6,148 retirees or beneficiaries currently receiving benefits, 80 retirees entitled to but not yet receiving benefits, and 7,237 active employees.

The Conservation Employees' Benefits Plan (CEIP) is a single-employer defined benefit OPEB plan administered by the Conservation Employees' Benefits Plan Board of Trustees in accordance with Article IV, Section 42 of the Missouri Constitution. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The benefit plan for the Department of Conservation is not irrevocable.

CEIP provides for the continuation of medical insurance benefits for retirees and their dependents. Coverage categories include active employees, retirees and surviving spouses, and spouses of current retirees. At June 30, 2021, 1,326 active employees, 869 retirees and surviving spouses, and 409 spouses of current employees were participating in the plan.

**Contributions**

Contributions are established and may be amended by the MCHCP Board of Trustees with the authority granted under sections 103.003 - 103.178, RSMo. Contributions to MCHCP by the State are not legally or contractually required. For the fiscal year end June 30, 2021, employers contributed 4.29% for the period July 1, 2020 through December 31, 2020; 4.22% for the period January 1, 2021 through June 30, 2021, of covered payroll. Retiree contribution rates are established based on projected claims experience and funding provided by employer contributions. Contributions to the OPEB plan for MCHCP and MCHCP-CU was \$74,039,000 and \$33,000, respectively for the year ended June 30, 2022.

The contribution requirements for MHPML are recommended by the Medical and Life Insurance Plan's Board of Trustees and are approved by the Missouri Highways and Transportation Commission. The Commission contributes a percentage of medical premiums for retirees. For those who retired on or prior to January 1, 2015, an amount ranging from 40.0% to 57.0% of the premium is contributed, dependent on the level of coverage. Medical premiums, for employees who retire on or after January 1, 2015, are based on total years of service, with the Commission contributing 2.0% per year of service, not to exceed 50.0% of the total premium, with the retiree responsible for the remaining balance of the premiums. Benefit projections for financial reporting purposes are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and the historical pattern of cost sharing between employer and the plan members to that point. Contributions to the Plan for the year ended June 30, 2022, was \$23,838,000.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 8 - Other Postemployment Benefits (cont.)**

The contribution requirements for CEIP are established by a trust agreement between the Conservation Commission and the Conservation Employees' Benefits Plan Board of Trustees, which grants the authority to establish and amend benefit terms and financing requirements to the Board of Trustees. The Commission contribution toward retiree medical premium is based on tenure or years of service with the State. At the time of retirement, employees who have 25+ years of service receive a 35% contribution, 20-24 years of service receive a 30% contribution, 15-19 years of service receive a 26.47% contribution, vested status up to 14 years of service receive a 21.57% contribution, and employees who retired prior to January 1, 2013, continue to receive a 35% contribution towards their premium. Benefit projections for financial reporting purposes are based on an established policy of the retiree's paying the premium amount less any direct subsidy paid by the Commission based on years of service and date of retirement. Contributions to the Plan for the year ended June 30, 2022, was \$3,128,000.

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

**Cost-Sharing Multiple Employer Plan:**

At June 30, 2022, a liability was reported for the State's proportionate share of the collective net OPEB liability for the MCHCP and the MCHCP-CU plans based on an actuarial valuation as of July 1, 2021. The State's proportionate share of the collective net OPEB liability was calculated by dividing the State's contribution to the SRWBT by the total contributions from all applicable employers during the measurement period. From the previous valuation, the discount rate changed from 4.38% to 4.50%.

The State reported the following proportionate share of the collective net OPEB liability and the OPEB expense for the fiscal year ended June 30, 2022, was as follows (in thousands of dollars):

	<u>MCHCP</u>	<u>MCHCP-CU</u>
OPEB Expense	\$ 94,486	\$ 29
Proportionate share:	99.61 %	0.04 %
Net OPEB Liability	\$1,699,030	\$ 749

**Single-Employer Plans:**

The State's total OPEB liability and related information for the MHPML and CEIP plans for the fiscal year ended June 30, 2022, were as follows (in thousands of dollars):

	<u>MHPML</u>	<u>CEIP</u>
	<u>Total OPEB Liability</u>	<u>Total OPEB Liability</u>
Balances at June 30, 2021	\$ 1,355,660	\$ 155,450
Changes for the year:		
Service Cost	44,538	4,031
Interest	30,682	3,411
Differences between expected and actual experience	(28,165)	—
Effect of economic/demographic gains or losses	—	(5,674)
Changes of assumptions or other inputs	(13,734)	(31,215)
Benefit payments	(23,838)	(3,128)
Net Changes	9,483	(32,575)
Balances at June 30, 2022	<u>\$ 1,365,143</u>	<u>\$ 122,875</u>

For the year ended June 30, 2022, the MHPML and CEIP recognized OPEB expense of \$53,430,000 and \$712,000, respectively.

**STATE OF MISSOURI**  
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**Note 8 - Other Postemployment Benefits (cont.)**

At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to OPEBs were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources				Deferred Inflows of Resources			
	MCHCP	MHPML	CEIP	MCHCP -CU	MCHCP	MHPML	CEIP	MCHCP -CU
Difference between expected and actual experience	\$ 68,447	\$ 219	\$ —	\$ 30	\$ (17,112)	\$ (53,251)	\$ (22,364)	\$ (8)
Changes of assumptions	—	168,462	19,566	—	(210,817)	(93,424)	(27,044)	(94)
Net difference between projected and actual earnings on plan investments	—	—	—	—	(5,121)	—	—	(2)
Changes in proportion and differences between employer contributions and proportionate share of contributions	935	—	—	68	(347)	—	—	(140)
Contributions subsequent to the measurement date	71,397	23,513	—	27	—	—	—	—
Total	<u>\$140,779</u>	<u>\$192,194</u>	<u>\$19,566</u>	<u>\$ 125</u>	<u>\$ (233,397)</u>	<u>\$ (146,675)</u>	<u>\$ (49,408)</u>	<u>\$ (244)</u>

Amount reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period of the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources			
	MCHCP	MHPML	CEIP	MCHCP-CU
2023	\$ (25,364)	\$ (21,791)	\$ (6,730)	\$ (24)
2024	(26,055)	1,939	(6,026)	(25)
2025	(26,260)	13,132	(7,031)	(25)
2026	(27,040)	30,726	(6,459)	(25)
2027	(24,597)	(2,000)	(3,596)	(22)
Thereafter	(34,699)	—	—	(25)
Totals	<u>\$ (164,015)</u>	<u>\$ 22,006</u>	<u>\$ (29,842)</u>	<u>\$ (146)</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 8 - Other Postemployment Benefits (cont.)**

**Actuarial Assumptions**

The total OPEB liability at June 30, 2022, is based upon the the July 1, 2021, actuarial valuation date for MCHCP and MHPML, and the June 30, 2021, actuarial valuation date for CEIP, using the entry age normal actuarial cost method. Significant actuarial assumptions used in the actuarial valuations are the following:

	MCHCP and MCHCP-CU
Price Inflation	3.00%
Salary Increases	4.00%
Investment Rate of Return	4.50%
Healthcare Cost Trend Rate	Non-Medicare is 6.50% for fiscal 2022; the rate decreases by 0.25% per year to an ultimate rate of 5.00% in fiscal 2028 and later. Medicare is 9.00% in fiscal 2022, 13.50% in fiscal 2023, 12.50% in fiscal 2024, 11.50% in fiscal 2025, 10.50% in fiscal 2026, 9.75% in fiscal 2027, 9.00% in fiscal 2028, 8.25% in fiscal 2029, 7.50% in fiscal 2030, 6.75% in fiscal 2031, 6.00% in fiscal 2032, 5.25% in fiscal 2033, then 5.00% in fiscal 2034 and after.
	MHPML
Price Inflation	2.00%
Salary Increases	2.50%
Investment Rate of Return	2.16%
Healthcare Cost Trend Rate	6.10% for 2021, decreasing to 4.60% for 2027 and later years.
	CEIP
Price Inflation	2.3%
Salary Increases	4.0%
Investment Rate of Return	3.54%
Healthcare Cost Trend Rate	Pre-65 rate of 5.8% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2073 and beyond. Post-65 trend rate of 5.6% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2073 and beyond.

MCHCP's actuarial assumptions used in the July 1, 2021, valuation for SRWBT involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The valuation to determine MCHCP's total OPEB liability is required to be performed at least every two years, but is performed annually. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long term perspective of the calculations. The collective total OPEB liability for June 30, 2021, measurement date was determined by an actuarial valuation as of July 1, 2021. The cost method utilized for the valuation year June 30, 2021, was the entry age normal, level percentage of payroll. Mortality rates were based on Pri-2012 for Employees/Annuitants without collar adjustments using Scale MP-2021. The last experience study was conducted in 2020.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 8 - Other Postemployment Benefits (cont.)**

MHPML's actuarial assumptions used in the July 1, 2021, valuation were determined using a measurement date of July 1, 2021. The inflation rate was based on the actuary's long-term estimate of inflation as of July 1, 2020. The salary increases were based on projected salaries, which include COLA's. The discount rate was based on Bond Buyer General Obligation 20-Bond Municipal Bond Index. Mortality rates were based on Pub-2010 Public Retirement Plans Safety Employees Mortality Table weighted by Headcount project by MP-2021 for July 1, 2021. The actuarial assumptions used in the July 1, 2021, valuation were based on the results of an actuarial experience study for the period July 1, 2020, through June 30, 2021. From the previous valuation, the discount rate changed from 2.21% to 2.16%.

CEIP's actuarial assumptions used in the June 30, 2021, valuation were determined using a measurement date of June 30, 2022. The discount rate was based on the 20-year Bond General Obligation Index. Mortality rates were based on Pub-2010 Mortality for General Employees, Healthy Annuitants and Contingent Survivors, with generational projection per Scale MP-2021. The plan has not had a formal actuarial experience study performed. From the previous valuation, the discount rate changed from 2.16% to 3.54%.

For MCHCP, the long-term expected rate of return on OPEB plan investments was determined as a blend of the plan sponsor's best estimate on the expected return on plan assets and the 20-year high quality municipal bond rate as of the measurement date. The target asset allocation and best estimates of arithmetic real rate of returns for each major asset class are listed below.

Asset Class	MCHCP and MCHCP-CU	
	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Stocks	18.0%	8.5%
Mid Cap Stocks	7.0%	8.8%
Small Cap Stocks	9.0%	8.8%
International Stocks	5.0%	8.9%
BarCap Aggregate Bonds	59.0%	2.7%
Cash Equivalants	2.0%	2.2%
	<u>100.0%</u>	

**Discount Rate**

A single discount rate based on the expected rate of return on OPEB investments of 4.50%, 2.16%, and 3.54% was used to measure the total OPEB liability for MCHCP, MHPML, and CEIP, respectively. For MCHCP, the projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions will be made at required rates, actuarially determined. For years where the expected benefit payments can be covered by projected trust assets, expected returns are used. For years where payments are not expected to be covered by trust assets, the municipal Bond Buyer 20-Bond General Obligation Index rate is utilized.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 8 - Other Postemployment Benefits (cont.)**

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

Regarding the sensitivity of the net OPEB liability for MCHCP and total OPEB liability for MHPML and CEIP, to changes in the single discount rate, the following presents the State's liability, calculated using a single discount rate, as well as, what the plan's liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
MCHCP Net OPEB Liability	3.50% \$2,030,891	4.50% \$1,699,030	5.50% \$1,436,537
MHPML Total OPEB Liability	1.16% \$1,660,624	2.16% \$1,365,143	3.16% \$1,139,832
CEIP Total OPEB Liability	2.54% \$148,370	3.54% \$122,875	4.54% \$103,239
MCHCP-CU Net OPEB Liability	3.50% \$895	4.50% \$749	5.50% \$633

**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

Regarding the sensitivity of the net OPEB liability for MCHCP and the total OPEB liability for MHPML and CEIP, to changes in healthcare cost trend rates, the following presents the plan's liability, calculated using healthcare cost trend rates, as well as, what the plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Health Care Cost Trend Rates	1% Increase
MCHCP Net OPEB Liability	\$1,432,364	\$1,699,030	\$2,036,252
MHPML Total OPEB Liability	\$1,115,880	\$1,365,143	\$1,699,528
CEIP Total OPEB Liability	\$103,513	\$122,875	\$148,334
MCHCP-CU Net OPEB Liability	\$631	\$749	\$897

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 8 - Other Postemployment Benefits (cont.)**

**OPEB Plan Fiduciary Net Position**

Detailed information about the OPEB plan's fiduciary net position is available in the separate financial reports issued by MCHCP:

Missouri Consolidated Health Care Plan  
P.O. Box 104355  
Jefferson City, Missouri 65110-4355  
[www.mchcp.org](http://www.mchcp.org)

**Missouri State Insured Defined Benefit Insurance Plan**

The Missouri State Insured Defined Benefit Insurance Plan is administered through The Standard, which is a third party administrator with oversight by Missouri State Employees Retirement System (MOSERS). In the event that the Standard becomes insolvent, the Missouri Guarantee Association will work with the Standard to see what assets are available to handle their liabilities and the MO Guarantee Association would handle the open and unpaid claims up to the maximum outlined in Section 376.717, RSMo.

**Retiree Life Insurance**

Members who retire on or after October 1, 1985, or retirees of the Department of Labor and Industrial Relations (DOLIR) who retire on or after January 1, 1996, are eligible for \$5,000 of state-sponsored basic life insurance coverage if they retire directly from active employment. This group plan is financed on a percentage of payroll and is purchased as a group policy through competitive bids. Premiums are contributed as provided by Section 104.515, RSMo. Retirees of the DOLIR who retire prior to January 1, 1996, are eligible for state-sponsored insured defined benefit coverage in the same amount of coverage they were receiving through the DOLIR. The coverage for this closed group is purchased as a group policy at a current cost of \$2.07 per thousand dollars of coverage, per month as provided by Section 288.225, RSMo. The cost for fiscal year 2022 was \$1,973,000.

**Long-Term Disability Insurance (LTD)**

MOSERS provides LTD coverage for eligible members and generally includes those active members of MOSERS' retirement plans who do not have other disability coverage and are not yet eligible to receive normal (unreduced) retirement benefits. There were 29,503 members covered under the program as of June 30, 2022. This insured defined-benefit coverage is billed on percentage of covered payroll (0.04%). Purchased as group policy through competitive bids, LTD is administered by The Standard Insurance Company. The cost for the year ended June 30, 2022, was \$6,886,000. Premiums are contributed by the State and its component employers as provided for by Section 104.515, RSMo.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 8 - Other Postemployment Benefits (cont.)**

**University of Missouri System**

**Plan Description**

In addition to the retirement benefits described in *Note 7*, the University of Missouri operates a single-employer, defined benefit Other Postemployment Benefits (OPEB) Plan. The assets of the OPEB Trust Fund are irrevocable and legally protected from creditors and dedicated to providing postemployment benefits in accordance with the plan. The OPEB plan provides postemployment medical, dental, and life insurance benefits to employees who retire from the University after attaining age 55 and before reaching age 60 with ten or more years of service, or after attaining age 60 with five or more years of service. As of January 1, 2018, employees must be 60 years old and have 20 years of service at the date of retirement to access the same percentage subsidy as retirees prior to January 1, 2018. Employees with age plus years of service less than 80, but with more than 5 years of service as of January 1, 2018, will receive a subsidy of \$100 per year of service up to a maximum of \$2,500 annually. Employees with less than 5 years of service as of January 1, 2018, will not receive an insurance subsidy or be eligible to participate in the University's plans.

As of June 30, 2022, 8,360 retirees were receiving benefits, and an estimated 7,220 active University employees may become eligible to receive benefits under the plan. Postemployment medical, dental and life insurance benefits are also provided to long-term disability claimants who were vested in the University's Retirement Plan at the date the disability began, provided the onset date of the disability was on or after September 1, 1990. As of June 30, 2022, 119 long-term disability claimants met those eligibility requirements. The terms and conditions governing the postemployment benefits to which employees are entitled are at the sole authority and discretion of the University's Board of Curators. The OPEB plan does not issue a separate financial report.

**Contributions**

Postemployment benefits are funded through both employer and employee contributions. Contribution requirements of employees and the University are established and may be amended by the University's Board of Curators. For employees retiring prior to September 1, 1990, the University contributes 2/3 of the medical benefits premium and 1/2 of the dental plan premium. For employees who retire on or after September 1, 1990, the University contributes towards premiums based on the employee's length of service and age at retirement.

The University makes available two group term life insurance options. Option A coverage is equal to the retiree's salary at the date of retirement, while Option B is equal to two times the amount. For each Option, graded decreases in coverage are made when the retiree attains specific age levels. The University pays the full cost of Option A and approximately 91% of Option B coverage. Coverage for group term life insurance ends on January 1 following the retiree's 70th birthday.

For the year ended June 30, 2022, participant contributions were \$17,325,000, or approximately 52.2%, of the total premiums through their required contributions, which vary depending on the plan and coverage selection. In fiscal year 2022, the contribution rate as a percentage of covered payroll was 2.9% and the University contributed \$15,846,000.

The University also makes available two long-term disability options to its employees. Option A coverage is equal to 60% of the employee's salary on the date the disability began, when integrated with benefits from all other sources. Option B coverage is equal to 66-2/3% of the employee's salary, integrated so that benefits from all sources will not exceed 85% of the employee's salary. Both options have a 149-day waiting period and provide benefits until age 65. The University pays the full cost of the Option A premium, while employees enrolled in Option B pay the additional cost over the Optional A premium.

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**Note 8 - Other Postemployment Benefits (cont.)**

**OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources**

At June 30, 2022, the net OPEB liability for the University was based on an actuarial valuation as of June 30, 2022, and measured as of that date. For the year ended June 30, 2022, fiduciary net position as a percentage of the net OPEB liability amounted to 19.99%.

Changes in net OPEB liability (in thousands of dollars):

	Total OPEB Liability (TOL)	Fiduciary Net Position (FNP)	Net OPEB Liability (NOL)
Balances at June 30, 2021	\$ 253,308	\$ 39,491	\$ 213,817
Changes for the year:			
Service Cost	4,380	—	4,380
Interest	5,399	—	5,399
Differences between expected and actual experience	(1,786)	—	(1,786)
Changes in assumptions	(46,087)	—	(46,087)
Contributions – Employer	—	15,846	(15,846)
Contributions – Employee	—	17,325	(17,325)
Net Investment Income	—	98	(98)
Benefit payments, including refunds of employee contributions	(15,512)	(32,838)	17,326
Administrative Expenses	—	—	—
Net Changes	(53,606)	431	(54,037)
Balances at June 30, 2022	<u>\$ 199,702</u>	<u>\$ 39,922</u>	<u>\$ 159,780</u>

For the year ended June 30, 2022, the University recognized OPEB expense of (\$49,324,000). In FY22, changes in the valuation assumptions included an update to the health care costs and future trends in costs, a revision to the demographic assumptions and an increase in the discount rate. There was also an updated experience study for the retirement plan that was also used for OPEB that had changes to the mortality rate, termination rates prior to retirement, and disability rates, which is what drove the change in the demographic assumptions. At June 30, 2022, deferred outflows of resources and deferred inflows of resources related to OPEBs were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 14,477	\$ 12,258
Changes in assumptions	—	175,218
Net difference between projected and actual earnings on OPEB plan investments	—	747
Total	<u>\$ 14,477</u>	<u>\$ 188,223</u>



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 8 - Other Postemployment Benefits (cont.)**

The University recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the University's employees. The following table summarizes the future recognition of those items (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources
	Recognition
2023	(58,786)
2024	(55,460)
2025	(47,200)
2026	(12,300)
Totals	\$ (173,746)

**Actuarial Assumptions**

The total OPEB liability at June 30, 2022, is based upon the June 30, 2022, actuarial valuation, using the entry age normal, as a level percentage of pay, actuarial cost method. Significant actuarial assumptions used in the actuarial valuations are the following:

Price Inflation	2.2%
Salary Increases	Varies based on age: 0.3% to 6.0% (including inflation) for academic and administrative; 0.2% to 3.1% (including inflation) for clerical and service
Investment Rate of Return	3.54%
Pre-65 Medical and HSP Plans Trend Rate	7.5% decreasing by 0.25% per year until an ultimate trend of 4.5% is reached.
Pre-65 Rx trend rate	8.5% decreasing by 0.25% per year until an ultimate trend of 4.5% is reached.
Post-65 Medicare Base and Rx Trend Rate	3.0%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached
Post-65 Medicare Buyup and Rx trend rate	3.0%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached.
Dental trend rates	2.00%

The University's actuarial assumptions used in the June 30, 2022, valuation involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Benefit projections for financial reporting purposes are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and the historical pattern of cost sharing between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. For healthy retiree mortality rates, the Pub-2010 Teacher Employee and Healthy Annuitant Headcount-Weighted Mortality Tables, weighted 95% for males and 103% for females, with generational projection using Scale MP-2020 was used for academic and administrative members. The Pub-2010 General Employee and Healthy Annuitant Headcount-Weighted Mortality Tables, weighted 124% for males and 112% for females, with generational projection using Scale MP-2020 was used for clerical and service members. For disabled retiree mortality rates, the Pub-2010 Non-Safety Disabled Annuitant Headcount-Weighted Mortality Table, weighted 95% for males and females, with generational projection using Scale MP-2020 was used.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 8 - Other Postemployment Benefits (cont.)**

**Discount Rate**

The discount rate used to measure the total OPEB liability was 3.54% for the year ended June 30, 2022. The projection of cash flows used to determine the discount rate assumed that the University would not make additional contributions to the OPEB Trust and would continue to fund the plan on a pay-as-you-go basis. Based on those assumptions, the OPEB Plan's fiduciary net position was not projected to cover a full year of projected future benefit payments. Therefore, all future benefit payments are discounted at the current index rate for 20 year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

**Sensitivity of the Net OPEB Liability to Changes in the Discount Rate**

Regarding the sensitivity of the net OPEB liability for the University, to changes in the single discount rate, the following presents the University's liability, calculated using a single discount rate, as well as, what the plan's liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	2.54%	3.54%	4.54%
Net OPEB Liability	\$186,474	\$159,780	\$137,690

**Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates**

Regarding the sensitivity of the net OPEB liability for the University, to changes in healthcare cost trend rates, the following presents the University's liability, calculated using healthcare cost trend rates, as well as, what the plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Health Care Cost Trend Rates	1% Increase
Net OPEB Liability	\$148,562	\$159,780	\$172,896

Detailed information concerning the Plan is presented in the University's 2022 financial report, which is publicly available. Copies of this report may be requested from:

University of Missouri System  
118 University Hall  
Columbia, Missouri 65211  
[www.umsystem.edu](http://www.umsystem.edu)

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 9 - Deferred Compensation**

**Missouri State Public Employees' Deferred Compensation Plan:**

In accordance with Internal Revenue Code Section 457, the State offers all employees the opportunity to participate in the Missouri State Public Employees' Deferred Compensation Plan. Under the Plan, employees are permitted to defer a portion of their current salary until future years.

All amounts of compensation deferred under the Plan must be held in a trust, custodial account, or annuity contract for the exclusive benefit of Plan participants and their beneficiaries. Investments are managed by the Plan's trustee under one of several investment options, or a combination thereof. The choice between the investment option(s) available by the Plan is made by the participants.

Copies of the Plan's financial statements may be requested from:

Plan Administrator  
c/o MOSERS  
P.O. Box 209  
907 Wildwood Drive  
Jefferson City, Missouri 65102-0209

**Missouri State Public Employees' Deferred Compensation Plan:**

The Plan was established by the Missouri State Public Employees' Deferred Compensation Commission in July 1995 pursuant to Section 401(a) of the Internal Revenue Code.

Under the Plan provisions, any employee of the State is eligible to participate in the Plan if he/she has been an employee of the State for at least 12 consecutive months preceding any employer contributions to the Plan, and is making continuous monthly deferrals of at least \$25 to the Missouri State Public Employees' Deferred Compensation Plan. As of March 2010, employer incentive (match) associated with the State of Missouri Deferred Compensation Plan was suspended. Participating employees are 100% vested.

The first employer contributions to the Plan were made in January 1996. The Plan receives contributions from employers as well as rollovers from other qualified plans. During fiscal year 2022, net rollovers and contributions to ICMA-RC were \$1,392,000.

Copies of the Plan's financial statements may be requested from:

Plan Administrator  
c/o MOSERS  
P.O. Box 209  
907 Wildwood Drive  
Jefferson City, Missouri 65102-0209

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 10 - Changes in Long-Term Liabilities**

The following is a summary of changes in long-term liabilities for the year ended June 30, 2022 (in thousands of dollars):

	*Balance July 1, 2021	Increases	Decreases	Balance June 30, 2022	Due Within One Year
<b>Governmental Activities:</b>					
Due to Other Entities	\$ 812	\$ 8,859	\$ (2,636)	\$ 7,035	\$ 3,834
General Obligation Bonds Payable	28,650	—	(16,560)	12,090	12,090
Other Bonds Payable	2,164,800	88,955	(303,520)	1,950,235	297,430
Unamortized Bond Premium/Discount	117,353	11,439	(34,235)	94,557	—
Obligations under Financed Purchase	41,198	6,863	(16,644)	31,417	8,473
Lease Liability	100,161	19,267	(15,815)	103,613	18,042
Pollution Remediation	48,134	4,074	(1,947)	50,261	2,799
Asset Retirement Obligations	1,799	13	—	1,812	—
Compensated Absences	195,236	246,654	(244,410)	197,480	175,151
Claims/Judgment Liability	157,262	754,213	(682,343)	229,132	160,804
Contingent Liabilities	41,742	39,818	(11,537)	70,023	42,780
2 <sup>nd</sup> Injury Fund Contingent Liabilities	2,243,668	140,945	(68,771)	2,315,842	68,772
Net Other Postemployment Benefit Obligation	3,263,393	196,798	(294,218)	3,165,973	—
Net Pension Liability	7,446,633	1,951,953	(2,971,110)	6,427,476	—
Total Governmental-Type Activities	<u>\$ 15,850,841</u>	<u>\$ 3,469,851</u>	<u>\$ (4,663,746)</u>	<u>\$ 14,656,946</u>	<u>\$ 790,175</u>
<b>Business-Type Activities:</b>					
Other Bonds Payable	\$ —	\$ 60,885	\$ (3,310)	\$ 57,575	2,605
Unamortized Bond Premium/Discount	—	(109)	4	(105)	—
Lease Liability	1,965	419	(510)	1,874	547
Claims/Judgment Liability	87,213	10,388	(8,385)	89,216	11,000
Grand Prize Winner Liability	133,676	86,030	(102,048)	117,658	89,047
Asset Retirement Obligations	2	—	—	2	—
Compensated Absences	1,319	1,285	(1,178)	1,426	1,394
Net Other Postemployment Benefit Obligation	11,613	781	(1,287)	11,107	—
Net Pension Liability	36,111	9,291	(14,142)	31,260	—
Total Business-Type Activities	<u>\$ 271,899</u>	<u>\$ 168,970</u>	<u>\$ (130,856)</u>	<u>\$ 310,013</u>	<u>\$ 104,593</u>

\*Beginning balances as of July 1, 2021, have been restated (see Note 17).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt**

**Bonds:**

All of the State's Bonds are long-term liabilities and are reconciling items from governmental fund financial statements to government-wide financial statements, with the exception of Board of Public Buildings, Series A 2021. On the Government-Wide Statement of Net Position, the long-term liabilities are shown as the amounts due within one year from the date of the statement and the amounts due in more than one year from the date of the statement. Board of Public Buildings, Series A 2021, is paid with enterprise funds and is reported as a long-term obligation in the Proprietary Funds *Statement of Net Position*.

**General Obligation Bonds:**

The Board of Fund Commissioners of the State of Missouri, upon voter approval and subsequent authorization of the General Assembly, issues general obligation bonds that are secured by a pledge of the full faith, credit, and resources of the State. The principal and interest amounts are transferred one year in advance from the General Fund or other funds to the debt service funds from which principal and interest payments are made. Three types of general obligation bonds are currently outstanding. Proceeds from the Water Pollution Control Bonds were used to provide funds for the protection of the environment through the control of water pollution. Proceeds from the Fourth State Building Bonds were used to provide funds for improvements of buildings and property of higher education institutions, Department of Corrections, and the Division of Youth Services. Proceeds from the Stormwater Control Bonds were used to provide funds to protect the environment through the control of stormwater.

To take advantage of lower interest rates, the Board of Fund Commissioners has issued bonds to refund various outstanding bond issues. The following indicates the outstanding refunding bonds issued by the Board (in thousands of dollars):

	Date Issued	Amount Issued	Series Refunded	Amount Refunded
Water Pollution Control Bonds:				
Series A 2010-Refunding	7/27/10	\$ 81,450	A 2001	\$ 15,030
			A 2002	20,225
			B 2002-Refunding	12,990
			A 2005-Refunding	8,595
			A 2007	31,385
Fourth State Building Bonds:				
Series A 2010-Refunding	7/27/10	9,060	A 2002-Refunding	8,970
			A 2005-Refunding	1,470
Stormwater Control Bonds:				
Series A 2010-Refunding	7/27/10	15,150	A 2001	7,320
			A 2002	8,475
			A 2005-Refunding	905

The additional principal amount of the refunding bonds does not decrease the amount of the authorization.

As of June 30, 2022, \$594,494,240 of the Water Pollution Control Bonds; \$250,000,000 of the Fourth State Building Bonds; and \$45,000,000 of the Stormwater Control Bonds have been issued. The remaining authorization for the Water Pollution Control Bonds is \$130,505,760 and for Stormwater Control Bonds is \$155,000,000. There is no remaining authorization for the Fourth State Buildings Bonds.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 11 - Debt (cont.)**

General obligation bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Water Pollution Control Bonds:						
Series A 2010-Refunding	4.0 - 5.0%	12/1; 6/1	7/10	12/1/22	\$ 81,450	\$ 9,320
Fourth State Building Bonds:						
Series A 2010-Refunding	4.0 - 5.0%	12/1; 6/1	7/10	12/1/22	9,060	1,035
Stormwater Control Bonds:						
Series A 2010-Refunding	4.0 - 5.0%	12/1; 6/1	7/10	12/1/22	15,150	1,735
Total General Obligation Bonds					<u>\$ 105,660</u>	<u>12,090</u>
Less: Amount in Sinking Fund for payment of Principal						(11,851)
						<u>\$ 239</u>

As of June 30, 2022, general obligation debt service requirements for principal and interest in future years were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 12,090	\$ 302	\$ 12,392
Totals	<u>\$ 12,090</u>	<u>\$ 302</u>	<u>\$ 12,392</u>

**Other Bonds:**

The Board of Public Buildings of the State of Missouri, upon the approval of the General Assembly, issues revenue bonds for building projects and commits state agencies to lease space in these buildings. The General Assembly appropriates to the Board, on behalf of the state agencies, amounts sufficient to pay the principal and interest on the bonds, maintain certain required reserves, and to pay the costs of operations. The total amount authorized for the Board equals \$1,545,000,000.

To take advantage of lower interest rates, the Board of Public Buildings has issued bonds to refund various outstanding bond issues. The following indicates the outstanding refunding bonds issued by the Board (in thousands of dollars):

	Date Issued	Amount Issued	Series Refunded	Amount Refunded
Board of Public Buildings:				
Series A 2011-Refunding	09/27/11	\$ 143,020	A 2001	\$ 126,850
			A 2003	12,620
			A 2006	3,175
Series A 2014-Refunding	08/19/14	88,680	A 2006	87,225
Series A 2015-Refunding	04/01/15	20,250	A 2011-Refunding	21,380
Series A 2020-Refunding	03/26/20	38,920	A 2011-Refunding	40,350
Series B 2020-Refunding	08/25/20	172,850	A 2012-Refunding	185,850
			A 2013-Refunding	19,635

The additional principal amount of the refunding bonds does not decrease the amount of the authorization.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt (cont.)**

As of June 30, 2022, the Board of Public Buildings Bonds had issued \$1,253,800,000 of the bond authorization. The remaining authorization is \$291,200,000.

The Board of Public Buildings Bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Board of Public Buildings:						
Series A 2011-Refunding	1.0 - 5.0%	4/1; 10/1	9/11	10/1/28	\$ 143,020	\$ 25,080
Series A 2014-Refunding	1.0 - 5.0%	4/1; 10/1	8/14	10/1/30	88,680	59,690
Series A 2015-Refunding	5.0%	4/1; 10/1	4/15	10/1/24	20,250	20,250
Series A 2015	3.0 - 5.0%	4/1; 10/1	4/15	10/1/39	36,805	30,010
Series B 2015	3.0 - 5.0%	4/1; 10/1	9/15	4/1/30	60,000	34,185
Series A 2016	3.0 - 4.0%	4/1; 10/1	5/16	4/1/36	100,000	62,525
Series A 2017	2.0 - 5.0%	4/1; 10/1	9/17	4/1/32	77,165	55,690
Series A 2018	3.0 - 5.0%	4/1; 10/1	5/18	4/1/38	47,740	37,395
Series A 2020-Refunding	3.0 - 3.25%	4/1; 10/1	3/20	10/1/25	38,920	20,465
Series B 2020-Refunding	4.0 - 5.0%	4/1; 10/1	8/20	10/1/28	172,850	155,380
Series A 2021	0.3 - 2.75%	4/1; 10/1	10/21	4/1/41	60,885	57,575
Total Board of Public Buildings Bonds					<u>\$ 846,315</u>	<u>\$ 558,245</u>

As of June 30, 2022, the debt service requirements for principal and interest in future years for the Board of Public Buildings Bonds in governmental funds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 54,785	\$ 18,865	\$ 73,650
2024	57,045	16,277	73,322
2025	59,815	13,515	73,330
2026	61,555	10,783	72,338
2027	59,265	8,341	67,606
2028-2032	171,455	16,461	187,916
2033-2037	28,340	3,926	32,266
2038-2041	8,410	408	8,818
Totals	<u>\$ 500,670</u>	<u>\$ 88,576</u>	<u>\$ 589,246</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt (cont.)**

As of June 30, 2022, the debt service requirements for principal and interest in future years for the Board of Public Buildings Bonds in enterprise funds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 2,605	\$ 1,198	\$ 3,803
2024	2,620	1,186	3,806
2025	2,640	1,166	3,806
2026	2,670	1,136	3,806
2027	2,705	1,100	3,805
2028-2032	14,245	4,772	19,017
2033-2037	15,850	3,165	19,015
2038-2041	14,240	978	15,218
Totals	<u>\$ 57,575</u>	<u>\$ 14,701</u>	<u>\$ 72,276</u>

The Missouri Development Finance Board (MDFB) issued \$92,660,000 of Series 2014 Bonds dated December 10, 2014 and \$97,225,000 of Series 2016 Bonds dated December 15, 2016, to fund the replacement of the Fulton State Hospital. These bonds are special, limited obligations of the Board and do not constitute a pledge of the full faith and credit of the State. However, under a financing agreement, the Office of Administration will request that the Governor's annual budget request to the General Assembly include the State's financing amount for principal and interest each year.

The MDFB – Fulton State Hospital Project Bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Fulton State Hospital Project Bonds:						
Series 2014	2.125 - 5.0%	4/1; 10/1	12/14	10/1/39	\$ 92,660	\$ 74,635
Series 2016	4.0 - 5.0%	4/1; 10/1	12/16	10/1/39	97,225	83,890
Total Fulton State Hospital Bonds					<u>\$ 189,885</u>	<u>\$ 158,525</u>



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 11 - Debt (cont.)**

As of June 30, 2022, the debt service requirements for principal and interest in future years for the Fulton State Hospital Project Bonds (based on the financing agreement between the State and the Board) were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 6,210	\$ 6,125	\$ 12,335
2024	6,475	5,855	12,330
2025	6,710	5,617	12,327
2026	6,965	5,355	12,320
2027	7,245	5,069	12,314
2028-2032	40,855	20,664	61,519
2033-2037	49,370	12,098	61,468
2038-2040	34,695	2,155	36,850
Totals	<u>\$ 158,525</u>	<u>\$ 62,938</u>	<u>\$ 221,463</u>

The Missouri Development Finance Board (MDFB) issued \$33,800,000 of Series A 2016 Bonds dated March 11, 2016, to fund the State Historical Society project. These bonds are special, limited obligations of the Board and do not constitute a pledge of the full faith and credit of the State. However, under a financing agreement, the Office of Administration will request that the Governor's annual budget request to the General Assembly include the State's financing amount for principal and interest each year.

The MDFB – State Historical Society Project Bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
State Historical Society Project Bonds:						
Series A 2016	2.0 - 5.0%	4/1; 10/1	3/16	10/1/35	<u>\$ 33,800</u>	<u>\$ 25,870</u>

As of June 30, 2022, the debt service requirement of the State for principal and interest in future years for the State Historical Society Project were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 1,530	\$ 779	\$ 2,309
2024	1,555	748	2,303
2025	1,605	692	2,297
2026	1,665	627	2,292
2027	1,710	577	2,287
2028-2032	9,330	2,036	11,366
2033-2036	8,475	526	9,001
Totals	<u>\$ 25,870</u>	<u>\$ 5,985</u>	<u>\$ 31,855</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt (cont.)**

State Road Bonds:

The Missouri Highways and Transportation Commission authorized by Article IV, Section 29-34 of the Missouri Constitution and Section 226.133 of the State Highway Act, issues bonds for highway construction and repairs. Under the Missouri Constitution, the principal and interest of the State Road Bonds are payable solely from the revenues of the Missouri Road Fund. State Road Bonds have the following levels of priority: Senior Bonds, First Lien Bonds, Second Lien Bonds, and Third Lien Bonds. Proceeds from State Road Bonds are used for the purpose of constructing and maintaining the State's highways. As of June 30, 2022, the Missouri Highways and Transportation Commission had issued \$4,079,520,000. In addition, Senate Concurrent Resolution 14 authorized \$301,000,000 in Missouri Highways and Transportation Commission bonds to renovate bridges and other important transportation infrastructure. In fiscal year 2022, the Third Lien State Road Bonds, Series A 2021 were issued in the amount of \$88,955,000. The Third Lien State Road Bonds, Series B 2019 and the Third Lien State Road Bonds, Series A 2021 are payable from the General Revenue Fund.

To take advantage of lower interest rates, the Missouri Highways and Transportation Commission has issued Bonds to refund various outstanding bond issues. The following indicates the outstanding refunding bonds issued by the Commission (in thousands of dollars):

	Date Issued	Amount Issued	Series Refunded	Amount Refunded
Senior Lien State Road Bonds:				
Series C 2010-Refunding	11/10/10	\$ 130,390	A 2001	\$ 11,135
			A 2002	18,405
			A 2003	111,760
Series A 2014-Refunding	6/3/14	589,015	A 2006	149,150
			B 2006	503,330
Series B 2014-Refunding	6/3/14	311,975	2007	325,290
Series A 2019-Refunding	5/13/19	102,705	A 2008	68,605
			A 2009	42,695

The State Road Bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Missouri Highways and Transportation Commission:						
State Road Bonds:						
Series B 2009	4.802 - 5.252%	5/1; 11/1	9/09	5/1/33	\$ 404,375	\$ 381,200
Series C 2009-Third Lien	4.313 - 5.213%	5/1; 11/1	11/09	5/1/29	300,000	176,865
Series B 2010	4.72 - 5.02%	5/1; 11/1	3/10	5/1/25	56,135	44,845
Series C 2010-Refunding	3.00 - 5.00%	2/1; 8/1	11/10	2/1/23	130,390	17,665
Series A 2014-Refunding	2.00 - 5.00%	5/1; 11/1	6/14	5/1/26	589,015	385,655
Series B 2014-Refunding	3.00 - 5.00%	5/1; 11/1	6/14	5/1/25	311,975	29,805
Series A 2019-Refunding	5.00 %	5/1; 11/1	5/19	5/1/25	102,705	33,105
Series B 2019	5.00 %	5/1; 11/1	12/19	11/1/26	178,370	107,075
Series A 2021	5.00 %	5/1; 11/1	12/21	11/1/26	88,955	88,955
Total Missouri Highways and Transportation Commission					<u>\$ 2,161,920</u>	<u>\$ 1,265,170</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 11 - Debt (cont.)**

As of June 30, 2022, debt service requirements for principal and interest in future years for the Missouri Highways and Transportation Commission were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 234,905	\$ 64,250	\$ 299,155
2024	211,415	52,541	263,956
2025	219,590	41,943	261,533
2026	205,800	30,882	236,682
2027	100,195	20,426	120,621
2028-2032	250,015	49,045	299,060
2033	43,250	2,355	45,605
Totals	<u>\$ 1,265,170</u>	<u>\$ 261,442</u>	<u>\$ 1,526,612</u>

**Component Units' Bonds and Direct Placements** - The following bonds are included in the balance sheet of the college and universities and the non-major component units.

Major

College and Universities:

The college and universities of the State issue revenue bonds for various projects on each respective campus. Bonds are payable, both principal and interest, only out of net income and revenues arising from operations of facilities funded by the bonds. As of June 30, 2022, debt service requirements for principal and interest for the college and universities were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Bonds from Direct Placements		Other Bonds		Totals
	Principal	Interest	Principal	Interest	
2023	\$ 16,256	\$ 3,461	\$ 33,825	\$ 86,570	\$ 140,112
2024	16,198	3,051	146,998	84,416	250,663
2025	10,732	2,696	62,221	81,527	157,176
2026	10,327	2,437	165,238	77,956	255,958
2027	10,538	2,183	68,142	74,245	155,108
2028-2032	50,895	7,271	587,067	308,203	953,436
2033-2037	26,578	2,072	244,540	213,753	486,943
2038-2042	3,580	146	364,565	145,715	514,006
2043-2047	—	—	161,405	57,881	219,286
2048-2052	—	—	103,760	41,574	145,334
2053-2057	—	—	150,000	15,889	165,889
Totals <sup>(1)</sup>	<u>\$ 145,104</u>	<u>\$ 23,317</u>	<u>\$ 2,087,761</u>	<u>\$ 1,187,729</u>	<u>\$ 3,443,911</u>

<sup>(1)</sup>The bond schedule does not include notes payable, therefore, it differs from the bonds and notes payable amount reported in the statements.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt (cont.)**

Non-Major

Missouri Development Finance Board:

In December 2000, the Board issued \$6,500,000 in St. Louis Convention Center Hotel Series 2000B, taxable infrastructure facilities revenue bonds and \$14,600,000 in St. Louis Convention Center Hotel Series 2000C, tax-exempt infrastructure facilities revenue bonds, respectively for the purpose of paying the costs of acquiring land and constructing a parking garage. These bonds were remarketing in June 2020 as \$4,590,000 2020B and \$4,730,000 2020C bonds, replacing 2000B and 2000C, respectively. Bonds are payable, both principal and interest, out of revenues derived from the operation of the parking garage.

In April 2010, the Board issued \$9,000,000 in Seventh Street Garage Series 2010, tax exempt infrastructure facilities revenue bonds.

The Missouri Development Finance Board Revenue Bonds issued and outstanding as of June 30, 2022, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Missouri Development Finance Board:						
Revenue Bonds						
Series 2010	Variable	monthly	4/10	10/1/33	\$ 9,000	\$ 3,758
Series 2020B/C	Variable	monthly	6/20	12/1/49	9,320	8,700
Total Missouri Development Finance Board Revenue Bonds					<u>\$ 18,320</u>	<u>\$ 12,458</u>

As of June 30, 2022, the debt service requirements for principal and interest in future years for the Missouri Development Finance Board Revenue Bonds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2023	\$ 574	\$ 240	\$ 814
2024	585	227	812
2025	597	217	814
2026	609	235	844
2027	623	218	841
2028-2032	3,329	809	4,138
2033-2037	2,091	390	2,481
2038-2042	1,550	257	1,807
2043-2047	1,550	141	1,691
2048-2050	950	29	979
Totals <sup>(1)</sup>	<u>\$ 12,458</u>	<u>\$ 2,763</u>	<u>\$ 15,221</u>

<sup>(1)</sup>The bond schedule does not include notes payable, therefore, it differs from the bonds and notes payable amount reported in the statements.

The annual debt service schedule assumes an interest rate of 1.506%, representing the interest rate at June 30, 2022, for the Series 2020B and Series 2020C bonds. The annual debt service also assumes an interest rate of 4.25%, representing the interest rate as of June 30, 2022, for the Seventh Street Garage Series 2010 bonds. As of June 28, 2012 through April 30, 2015, the Board entered into an interest deferral agreement whereby the bond interest rate for the Seventh Street Garage Series 2010 bonds is the lesser of the modified pay rate or 4.25% annually.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 11 - Debt (cont.)**

**Bond Transactions of the State of Missouri** - The following schedule is a summary of bond activity for the fiscal year ended June 30, 2022 (in thousands of dollars):

	Governmental Funds		Enterprise Funds	Component Units		
	General Obligation Bonds	Other Bonds	Other Bonds	Bonds from Direct Placements	Other Revenue Bonds	Totals
Bonds Payable at July 1, 2021	\$ 28,650	\$2,164,800	\$ —	\$ —	\$ —	\$2,193,450
Bond Issuance	—	88,955	60,885	—	—	149,840
Bonds Retired	(16,560)	(303,520)	(3,310)	—	—	(323,390)
Subtotal	12,090	1,950,235	57,575	—	—	2,019,900
College and Universities <sup>(1)</sup>	—	—	—	145,104	2,087,761	2,232,865
MO Development Finance Board	—	—	—	—	12,458	12,458
Bonds Payable at June 30, 2022	<u>\$ 12,090</u>	<u>\$1,950,235</u>	<u>\$ 57,575</u>	<u>\$ 145,104</u>	<u>\$2,100,219</u>	<u>\$4,265,223</u>

<sup>(1)</sup> Detailed information for college and universities are not shown.

**Financed Purchases from Direct Borrowings:**

The State has entered into various agreements for financed purchases from direct borrowings for buildings, equipment, and software. Through contracts with Central Bank, the State has a \$7.0 million obligation outstanding as of June 30, 2022, for governmental activities. These financed purchases are secured with collateral of capital assets in the amount of \$14.1 million. In the event of default, the lease shall be terminated and the resulting property returned to the lessor. If the termination is the result of non-appropriation, the State shall deliver the property to the lessor within 10 business days after the termination of the lease schedule. If the property is not delivered within 10 business days, then the State shall also be responsible for the payment of damages in an amount equal to the amount of the lease payments that would have thereafter come due on the lease schedule had it not been terminated. The State had an unused line of credit in the amount of \$ 5.5 million at the end of fiscal year 2022.

The State has entered into an agreement for financed purchases from direct borrowings for energy star equipment through a contract with Bank of America. These purchases are secured with capital assets as collateral with a value of \$15.9 million. The State has a \$0.8 million obligation outstanding as of June 30, 2022, for governmental activities. In the event of default, the lease shall be terminated and the resulting property returned to the lessor. If the termination is the result of non-appropriation, the State shall deliver the property to the lessor within 10 business days after the termination of the lease schedule. If the property is not delivered within 10 business days, then the State shall also be responsible for the payment of damages in an amount equal to the amount of the lease payments that would have thereafter come due on the lease schedule had it not been terminated. The State had no available line of credit at the end of fiscal year 2022.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 11 - Debt (cont.)**

Through a contract with IBM, the State has \$4.6 million of financed purchases from direct borrowings outstanding as of June 30, 2022, for governmental activities. These financed purchases are secured with capital assets in the amount of \$14.8 million. The State of Missouri can terminate the agreement with written notice prior to 90 days of each starting anniversary. Upon termination, the State will pay to IBM all amounts due and payable including cross-band allotment offerings, termination and/or financing prepayments and applicable taxes on or before the termination. The State of Missouri may elect to cancel the fixed term license program under the agreement by giving IBM 30 day's written notice and may receive a prorated credit for a prepaid term. The prorated credit may be used to purchase IBM programs prior to the end date or termination of the remaining agreement. The credits are not transferable, cannot be converted to cash, and upon expiration eligible credit will be forfeited. The State had no available line of credit at the end of fiscal year 2022.

The State has entered into an agreement for financed purchases from direct borrowings for Leasehold Revenue Bonds through a contract with Missouri Development Finance Board. The State's obligation under the purchase does not constitute a general obligation or other indebtedness of the State. Ownership transfers to the State at the end of the term. The State has a \$19.0 million obligation outstanding as of June 30, 2022. The payments under the agreement have been structured in the amounts sufficient to pay principal and interest on the Leasehold Revenue Bonds issued by the Board. In November 2005, the Board issued \$28,995,000 of the Leasehold Revenue Bonds Series 2005 for the purpose of purchasing buildings in Florissant, St. Louis, and Jennings. In May 2006, the Board issued \$9,865,000 of Leasehold Revenue Bonds Series for the purpose of purchasing one building in St. Louis. In June 2013, the Board issued \$21,820,000 of Leasehold Refunding Bond Series A 2013 and \$7,450,000 of Leasehold Revenue Refunding Bonds Series B 2013 for the purpose of refunding \$20,805,000 of Leasehold Revenue Bonds Series 2005 and \$7,100,000 of Leasehold Revenue Bonds Series 2006, respectively. The payments are subject to annual appropriation by the State legislature. The State had no available line of credit at the end of fiscal year 2022.

As of June 30, 2022, debt service requirements for principal and interest in future years for direct borrowings were as follows (in thousands of dollars):

Fiscal Year Ending	<b>Financed Purchases from Direct Borrowings</b>					
	Governmental Funds		Internal Service Funds		College and Universities	
	Principal	Interest	Principal	Interest	Principal	Interest
2023	\$ 2,948	\$ 56	\$ 5,525	\$ 599	\$ 10,552	\$ 1,219
2024	1,498	28	3,520	512	10,515	1,298
2025	882	13	2,777	440	10,632	1,399
2026	755	5	2,316	373	9,764	1,126
2027	—	—	2,136	307	8,776	902
2028-2032	—	—	9,060	563	22,461	1,865
2033-2037	—	—	—	—	4,782	534
Total	<u>\$ 6,083</u>	<u>\$ 102</u>	<u>\$ 25,334</u>	<u>\$ 2,794</u>	<u>\$ 77,482</u>	<u>\$ 8,343</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 12 - Defeased Debt**

**A. Current Year Debt Defeasance**

On July 6, 2021, the Missouri State University issued the Missouri Health and Educational Facilities Revenue Bonds, Series 2021B, in the amount of \$17,710,000, with an interest rate of 2.69%, to refund \$17,940,000 of the Series 2014A Missouri Health and Educational Facilities Revenue Bonds. As a result of the refunding, the University reduced its total debt service payments by \$56,000 to obtain an economic gain (difference between present values of the old and the new debt service payments) of \$1,015,000.

**B. Cumulative Debt Defeasances**

Various bond issues have been defeased by the advance refunding of bonds. Irrevocable escrow accounts, containing proceeds of the refunding bond issues in the form of cash and U.S. government securities, are used to pay principal, interest, or redemption prices of the defeased bonds as and when due.

For financial reporting purposes, the following debt has been defeased and therefore removed as a liability from the governmental activities and college and universities Statement of Net Position.

College and Universities - As of June 30, 2022, bonds outstanding of \$28,575,000 are defeased.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 13 - Payables and Receivables**

A summary of accounts payable and accounts receivable at June 30, 2022, is shown below (in thousands of dollars):

	Governmental Activities	Business-Type Activities	Balance June 30, 2022
Accounts Payable:			
Taxpayers	\$ 373,122	\$ 428	\$ 373,550
Other Governments	254,107	7	254,114
Vendors	1,264,541	54,957	1,319,498
Employees	130,108	696	130,804
Other	87,450	304	87,754
Total Accounts Payable	<u>\$ 2,109,328</u>	<u>\$ 56,392</u>	<u>\$ 2,165,720</u>
Accounts Receivable with expected date of receipt within one year:			
Taxpayers	\$ 1,634,111	\$ 1,930	\$ 1,636,041
Other Governments	1,154,686	37	1,154,723
Vendors	202,506	—	202,506
Customers	261,677	190,584	452,261
Interest Receivable	28,112	344	28,456
Loans Receivable	1,510,752	64	1,510,816
Other	21,593	—	21,593
Lease Receivables with date of receipt within one year:			
Land	455	18	473
Building	327	—	327
	<u>4,814,219</u>	<u>192,977</u>	<u>5,007,196</u>
Accounts Receivable with expected date of receipt greater than one year:			
Taxpayers	2,011,271	—	2,011,271
Other Governments	101	—	101
Vendors	19,418	—	19,418
Customers	153,010	—	153,010
Other	25,160	—	25,160
Lease Receivables with date of receipt greater than one year:			
Land	597	395	992
Building	718	—	718
	<u>2,210,275</u>	<u>395</u>	<u>2,210,670</u>
Total Receivables	7,024,494	193,372	7,217,866
Amounts not expected to be collected	(752,178)	—	(752,178)
Receivables, net	<u>\$ 6,272,316</u>	<u>\$ 193,372</u>	<u>\$ 6,465,688</u>

Governmental activities lease receivables are held primarily by Missouri Road fund and business-type activities lease receivables are held by State Parks.

For the fiscal year ended June 30, 2022, the statement of activities includes lease revenues and interest of \$719,000 and \$60,000, respectively for governmental activities and \$18,000 and \$14,000 for business-type activities. There was no additional revenue for variable and other payments not included in the measurement of the lease receivable.



**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 14 - Deferred Inflows and Outflows**

Deferred outflows of resources are defined as consumption of net assets by the government that is applicable to a future reporting period. Deferred inflows of resources are defined as acquisition of net assets by the government that is applicable to a future reporting period. Deferred outflows increase net position, similar to assets and deferred inflows decrease net position, similar to liabilities.

The components of deferred outflows of resources and deferred inflows of resources reported in the government-wide financial statements as of June 30, 2022, are as follows (in thousands):

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b>Deferred Outflows of Resources</b>				
Pension Differences Between Expected and Actual Experience	\$ 76,517	\$ 595	\$ 77,112	\$ 136,207
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	32,525	261	32,786	6,246
Pension Changes in Assumptions	514,684	2,612	517,296	264,574
Pension Contributions Subsequent to the Measurement Date	640,909	3,122	644,031	74,722
OPEB Differences Between Expected and Actual Experience	67,591	534	68,125	14,727
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	700	6	706	—
OPEB Changes in Assumptions	187,763	—	187,763	2,728
OPEB Contributions Subsequent to the Measurement Date	93,967	567	94,534	27
Asset Retirement Obligation Amortization	770	—	770	49,946
Deferred for Refunding Bonds	11,116	—	11,116	17,508
Cash Flow Hedge	—	—	—	7,616
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,626,542</b>	<b>\$ 7,697</b>	<b>\$ 1,634,239</b>	<b>\$ 574,301</b>
<b>Deferred Inflows of Resources</b>				
Pension Differences Between Expected and Actual Experience	\$ 56,880	\$ 165	\$ 57,045	\$ 10,565
Pension Changes in Assumptions	3,738	—	3,738	—
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	1,189,207	6,733	1,195,940	182,938
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	129	—	129	38,904
OPEB Differences Between Expected and Actual Experience	92,500	133	92,633	17,047
OPEB Changes in Assumptions	328,565	1,646	330,211	177,551
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	5,058	41	5,099	749
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	—	—	—	140
Leases	2,083	407	2,490	30,945
Deferred for Refunding Bonds	1,794	—	1,794	—
Charitable Annuities	—	—	—	13,093
<b>Total Deferred Inflows of Resources</b>	<b>\$ 1,679,954</b>	<b>\$ 9,125</b>	<b>\$ 1,689,079</b>	<b>\$ 471,932</b>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 14 - Deferred Inflows and Outflows (cont.)**

Deferred inflows and outflows of resources balances are as follows (in thousands):

Deferred inflows of resources on the governmental funds balance sheet as of June 30, 2022, include unavailable revenues and deferred inflows in relation to leases. Unavailable revenues are those for which asset recognition criteria has not been met for governmental funds, which uses the modified accrual basis of accounting (in thousands):

<b>Governmental Funds</b>	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Governmental Funds	Total
<b>Deferred Inflows of Resources</b>						
Leases	\$ —	\$ —	\$ —	\$ 1,062	\$ —	\$ 1,062
Unavailable Revenue	1,973,147	31,283	26,959	11,783	9,518	2,052,690
<b>Total Deferred Inflows of Resources</b>	<b>\$ 1,973,147</b>	<b>\$ 31,283</b>	<b>\$ 26,959</b>	<b>\$ 12,845</b>	<b>\$ 9,518</b>	<b>\$ 2,053,752</b>

<b>Proprietary</b>	State Lottery	Non-Major Funds	Total Enterprise Funds	Governmental Activities – Internal Service Funds
<b>Deferred Outflows of Resources</b>				
Pension Differences Between Expected and Actual Experience	\$ 315	\$ 280	\$ 595	\$ 2,260
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	138	123	261	934
Pension Changes in Assumptions	1,382	1,230	2,612	9,912
Pension Contributions Subsequent to the Measurement Date	1,720	1,402	3,122	11,762
OPEB Differences Between Expected and Actual Experience	288	246	534	1,935
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	3	3	6	20
OPEB Contributions Subsequent to the Measurement Date	315	252	567	2,008
<b>Total Deferred Outflows of Resources</b>	<b>\$ 4,161</b>	<b>\$ 3,536</b>	<b>\$ 7,697</b>	<b>\$ 28,831</b>

<b>Deferred Inflows of Resources</b>				
Pension Differences Between Expected and Actual Experience	\$ 87	\$ 78	\$ 165	\$ 627
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	3,562	3,171	6,733	25,554
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	—	—	—	129
OPEB Differences Between Expected and Actual Experience	72	61	133	484
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	22	19	41	145
OPEB Changes in Assumptions	888	758	1,646	5,959
Leases	—	407	407	1,021
<b>Total Deferred Inflows of Resources</b>	<b>\$ 4,631</b>	<b>\$ 4,494</b>	<b>\$ 9,125</b>	<b>\$ 33,919</b>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 14 - Deferred Inflows and Outflows (cont.)**

<b><u>Fiduciary</u></b>	Pension (And Other Employee Benefit) Trust Funds	Private- Purpose Trust Funds
<b>Deferred Outflows of Resources</b>		
Pension Differences Between Expected and Actual Experience	\$ —	\$ 26
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	—	11
Pension Changes in Assumptions	—	113
Pension Contributions Subsequent to the Measurement Date	—	134
OPEB Differences Between Expected and Actual Experience	517	24
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	229	—
Changes in Assumptions- OPEB	265	—
OPEB Contributions Subsequent to the Measurement Date	351	25
<b>Total Deferred Outflows of Resources</b>	<b>\$ 1,362</b>	<b>\$ 333</b>
<b>Deferred Inflows of Resources</b>		
Pension Differences Between Expected and Actual Experience	\$ —	\$ 7
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	—	292
OPEB Differences Between Expected and Actual Experience	88	6
OPEB Changes in Assumptions	1,001	73
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	20	2
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	347	—
<b>Total Deferred Inflows of Resources</b>	<b>\$ 1,456</b>	<b>\$ 380</b>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 14 - Deferred Inflows and Outflows (cont.)**

<b>Component Units</b>	<b>College and Universities</b>	<b>Non-Major</b>
<b>Deferred Outflows of Resources</b>		
Pension Differences Between Expected and Actual Experience	\$ 136,155	\$ 52
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	—	—
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	6,106	140
Pension Changes in Assumptions	264,344	230
Pension Contributions Subsequent to the Measurement Date	74,461	261
OPEB Differences Between Expected and Actual Experience	14,697	30
OPEB Net Differences Between Projected and Actual Earnings on Pension Plan Investments	—	—
OPEB Changes in Assumptions	2,660	—
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	—	68
OPEB Contributions Subsequent to the Measurement Date	—	27
Asset Retirement Obligation Amortization	49,946	—
Deferred for Refunding Bonds	17,508	—
Cash Flow Hedge	7,616	—
<b>Total Deferred Outflows of Resources</b>	<b>\$ 573,493</b>	<b>\$ 808</b>
<b>Deferred Inflows of Resources</b>		
Pension Differences Between Expected and Actual Experience	\$ 10,550	\$ 15
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	182,346	592
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	38,710	194
OPEB Differences Between Expected and Actual Experience	17,039	8
OPEB Net Differences Between Projected and Actual Earnings on Pension Plan Investments	747	2
OPEB Changes in Assumptions	177,457	94
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	—	140
Leases	23,650	7,295
Charitable Annuities	13,093	—
<b>Total Deferred Inflows of Resources</b>	<b>\$ 463,592</b>	<b>\$ 8,340</b>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 15 - Interfund Assets and Liabilities**

A summary of interfund assets and liabilities at June 30, 2022, is shown below (in thousands of dollars):

	<b>Due From Other Funds, Component Units, and Primary Government</b>			
	Public Education	Non-Major Governmental Funds	Non-Major Enterprise Funds	Internal Service Funds
<b>Due to Other Funds, Component Units, and Primary Government</b>				
General Fund	\$ —	\$ —	\$ 41	\$ 5,126
Conservation and Environmental Protection	—	—	180	90
Missouri Road Fund	—	—	1	355
Non-Major Governmental Funds	—	—	—	984
State Lottery	43,490	—	—	53
Unemployment Compensation	—	777	—	—
Non-Major Enterprise Funds	—	—	—	17
Internal Service Funds	—	—	1	295
Non-Major Component Units	—	—	—	1
<b>Totals</b>	<b>\$ 43,490</b>	<b>\$ 777</b>	<b>\$ 223</b>	<b>\$ 6,921</b>

**Continues Below**

	Pension (and OPEB) Trust Funds	Totals
<b>Due to Other Funds, Component Units, and Primary Government</b>		
General Fund	\$ —	\$ 5,167
Conservation and Environmental Protection	—	270
Missouri Road Fund	—	356
Non-Major Governmental Funds	—	984
State Lottery	—	43,543
Unemployment Compensation	—	777
Non-Major Enterprise Funds	—	17
Internal Service Funds	8,859	9,155
Non-Major Component Units	—	1
<b>Totals</b>	<b>\$ 8,859</b>	<b>\$ 60,270</b>

During the consolidation process for the Government-Wide Statement of Net Position, interfund payables and receivables were eliminated for governmental activities in the amount of \$6,850,000.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 16 - Interfund Transfers**

All transfers must be legally authorized by the legislature through transfer appropriations. Interfund transfers for the fiscal year ended June 30, 2022, were as follows (in thousands of dollars):

		<b>Transfers In:</b>				
		General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Governmental Funds
<b>Transfers Out:</b>						
General Fund	\$	—	\$ 1,007,250	\$ 2,179	\$ 45,251	\$ 254,874
Public Education		29,335	—	—	—	—
Conservation and Environmental Protection		758	—	—	—	1,094
Non-Major Governmental Funds		13,487	5,000	—	502,149	5,500
State Lottery		—	384,985	—	—	—
Unemployment Compensation		1,701	—	—	—	8,231
Non-Major Enterprise Funds		37	—	—	—	629
Internal Service Funds		2,845	—	—	—	47
Totals	\$	48,163	\$ 1,397,235	\$ 2,179	\$ 547,400	\$ 270,375

		Unemployment Compensation	Non-Major Enterprise Funds	Internal Service Funds	Totals
<b>Transfers Out:</b>					
General Fund	\$	8,119	\$ 977	\$ —	\$ 1,318,650
Public Education		—	—	—	29,335
Conservation and Environmental Protection		—	—	—	1,852
Non-Major Governmental Funds		—	—	18	526,154
State Lottery		—	—	—	384,985
Unemployment Compensation		—	—	—	9,932
Non-Major Enterprise Funds		—	—	—	666
Internal Service Funds		—	—	10	2,902
Totals	\$	8,119	\$ 977	\$ 28	\$ 2,274,476

Principal reasons for interfund transfers include:

- moving general revenue funds to support elementary and secondary education
- moving state lottery funds to support elementary and secondary education
- moving general revenue funds to support social assistance programs reported in non-major governmental funds
- moving funds related to the construction of capital assets

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 17 - Restatements**

During fiscal year 2022, additional information became available which required fund equity amounts. The following table presents a summary of these restatements by fund (in thousands of dollars):

	June 30, 2021 Fund Balance/Net Position Previously Reported	Prior Period Adjustments	June 30, 2021 Fund Balance/Net Position Restated
<b>GOVERNMENTAL FUNDS</b>			
<b>Major Governmental Funds</b>			
General Fund	\$ 4,697,938	\$ (639)	\$ 4,697,299
Conservation and Environmental Protection	2,367,381	(2,338)	2,365,043
Missouri Road Fund	1,226,303	(27,986)	1,198,317
<b>Non-Major Governmental Funds</b>			
Special Revenue	1,107,759	26,855	1,134,614
<b>Total Governmental Funds</b>	<b>\$ 9,399,381</b>	<b>\$ (4,108)</b>	<b>\$ 9,395,273</b>
<b>PROPRIETARY FUNDS</b>			
<b>Major Proprietary Funds</b>			
Missouri Veterans' Homes	(141,785)	141,785	—
<b>Non-Major Proprietary Funds</b>			
Enterprise	87,377	(118)	87,259
Internal Service	427,097	(1,231)	425,866
<b>Total Proprietary Funds</b>	<b>\$ 372,689</b>	<b>\$ 140,436</b>	<b>\$ 513,125</b>
<b>DISCRETELY PRESENTED COMPONENT UNITS</b>			
College and Universities	\$ 7,457,096	\$ (11,589)	\$ 7,445,507
Non-Major	238,994	636	239,630
<b>Total Component Units</b>	<b>\$ 7,696,090</b>	<b>\$ (10,953)</b>	<b>\$ 7,685,137</b>

**Breakdown of restatements by type:**

- General Fund, the restatement is due to a decrease of cash and cash equivalents of \$622,000 and a decrease of accounts receivable of \$17,000.
- Conservation and Environmental Protection, the restatement is due to a decrease in accounts receivable of \$97,000 and a decrease of loans receivable of \$2,241,000.
- Missouri Road Fund, the restatement is due to a decrease of accounts receivable of \$27,986,000.
- Non-major special revenue funds, the restatement is due to accounts receivable decreased by \$101,000. The increase in cash and cash equivalents of \$13,474,000, investments of \$11,127,000, accounts receivable of \$5,051,000, interest receivable of \$11,000, inventories of \$924,000, accounts payable of \$1,297,000, accrued payroll of \$2,057,000, due to other funds of \$68,000, and unearned revenue of \$111,000 was due to the reclassification of the Missouri Veterans' Homes Fund from an enterprise fund to a special revenue fund. Additionally, the reclassification caused an increase to deferred inflows of resources of \$98,000.
- Missouri Veterans' Homes, the restatement is due to the reclassification of the Missouri Veterans' Homes Fund from an enterprise fund to a special revenue fund.
- Non-major enterprise funds, the restatement is due to an increase of capital assets (net of accumulated depreciation/amortization) of \$103,000 and an increase of accounts payable of \$221,000.
- Non-major internal service funds, the restatement is due to a decrease in accounts receivable of \$599,000, an increase of capital assets (net of accumulated depreciation/amortization) of \$308,000, and an increase of obligations under financed purchases of \$940,000.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

**Note 17 - Restatements (cont.)**

- Discretely presented component units - colleges and universities, the restatement is due to an increase of cash and cash equivalents of \$1,220,000, an increase of restricted cash and cash equivalents of \$1,579,000, a decrease of receivables, net of \$513,000, an increase of restricted receivables of \$1,509,000, an increase of restricted long-term investments of \$160,000, a decrease of other long-term investments of \$40,000, a decrease of capital assets (net of accumulated depreciation/amortization) of \$13,278,000, an increase of deferred outflows of \$371,000, an increase of accounts payables and accrued liabilities of \$933,000, a decrease of bonds/notes/financed purchases payable of \$1,000, an increase of unearned revenue of \$2,745,000, and an increase in deposits of \$102,000. Net position increased by \$1,182,000 due to the implementation of GASB Statement No. 87, *Leases*.
- Discretely presented component units - non-major, net position increased by \$636,000 due to the implementation of GASB Statement No. 87, *Leases*.

**Purpose for restatements:**

The items on the schedule were restated as a result of additional information received this year related to prior year corrections.

On the Government-Wide Statement of Activities, net position for the governmental activities were restated by the amounts shown on the restatement schedule for governmental funds and internal service funds. In addition, internal balance increased by \$49,000, deferred outflows of resources increased by 6,819,000, capital assets (net of accumulated depreciation/amortization) increased by \$205,000, contingencies payable decreased by \$1,728,000, obligations under financed purchase decreased by \$941,000, and obligations under lease purchase increased by \$3,000. The increase of deferred outflows by \$18,310,000, compensated absences by \$4,145,000, net other postemployment benefits obligation by \$45,123,000, and net pension liability by \$142,609,000 was due to the reclassification of the Missouri Veterans' Homes fund from a proprietary fund to a special revenue fund. Additionally, the reclassification caused an increase to deferred inflows of resources of \$6,592,000.

On the Government-Wide Statement of Activities, net position for the business-type activities were restated by the amounts shown on the restatement schedule for enterprise funds and by a decrease in internal balance of \$49,000.

In fiscal year 2022, the State of Missouri implemented GASB Statement No. 87, *Leases*. The implementation of this statement has resulted in the restatement of net position and fund balances at the beginning of fiscal year 2022. The State of Missouri has not restated its financial statements for the year ended June 30, 2021, for the implementation of this statement because fiscal year 2020 lease information is not readily available, making restatement of the 2021 financial statements impractical. The restatement of beginning net position is as follows (in thousands of dollars):

	July 1, 2021		
	Governmental Activities	Business-Type Activities	Total
Net Position, June 30, 2021, as restated	\$ 31,586,304	\$ 735,229	\$ 32,321,533
Restatement of net position, leases	483	—	483
Net position, beginning of year as restated	<u>\$ 31,586,787</u>	<u>\$ 735,229</u>	<u>\$ 32,322,016</u>
<b>Restatement Consists of:</b>			
Changes to Capital Assets			
Buildings	(16,994)	—	(16,994)
Land - Right-to-Use	607	—	607
Temporary Easements - right-to-use	5	—	5
Buildings - right-to-use	73,515	—	73,515
Equipment - right-to-use	1,149	—	1,149
Infrastructure - right-to-use	24,927	—	24,927
Changes to long-term Liabilities			
Financed Purchases	(799)	—	(799)
Lease Liability	(81,927)	—	(81,927)
Restatement of net position, leases	<u>\$ 483</u>	<u>\$ —</u>	<u>\$ 483</u>



**STATE OF MISSOURI**  
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**Note 18 - Fund Deficit**

The following funds had a deficit balance:

Enterprise Funds – State Lottery and State Agency for Surplus Property, Internal Service Funds – Natural Resources Cost Allocation, Working Capital Revolving, Economic Development Administrative, and Professional Registration Fees, and Component Unit Funds – Missouri Wine and Grape – At June 30, 2022, these funds had a net position deficit of \$17,685,000, \$545,000, \$24,027,000, \$5,873,000, \$3,663,000, \$12,353,000, and \$557,000 respectively. These funds have deficit balances due to the fiscal year 2015 implementation of GASB 68 and the reporting of net pension liabilities and the fiscal year 2018 implementation of GASB 75 and the reporting of OPEB liabilities. It is expected that these liabilities will be funded over time.

Enterprise Fund – Petroleum Storage Tank Insurance – At June 30, 2022, this fund had a net position deficit of \$47,031,000. The deficit occurred when transport load fees collected were not sufficient to cover the estimated claims liability for clean up of petroleum storage tank leaks. This liability amount is the cumulative result of numerous years of petroleum storage tank leaks. Per Section 319.129, RSMo, this fund will not accept new claim liabilities after December 31, 2025, or upon revocation of federal regulation 40 CFR, whichever occurs first, unless extended by action of the General Assembly. Under Section 319.132, RSMo, the Board of Trustees has authority to increase the transport load fee to a maximum of \$60 per 8,000 gallons. In addition, under Section 319.133, RSMo, the Board can increase annual participation fees to a maximum of \$500 per tank per year. These facts, along with the knowledge that PSTIF's claim reserves are set using very conservative assumptions, assure that adequate revenues will be available to meet its liabilities. Per Section 319.131, RSMo, the liability of the Petroleum Storage Tank Insurance Fund is not the liability of the State. Upon dissolution of this fund, the liability would be liquidated.

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**Note 19 - Tax Abatements**

The State has entered into various agreements to provide tax abatement's through certain programs that provide economic benefit to the State.

<b>Tax Abatement Program</b>	<b>Amount of Taxes Abated during Fiscal Year 2022 (in thousands)</b>
<b>Housing</b>	
Missouri Low Income Housing Tax Credit	\$ 113,246
Neighborhood Preservation Tax Credit	3,134
<b>Business Recruitment</b>	
Missouri Quality Jobs	8,967
Missouri Works - Business Incentives	134,717
Missouri Works New Jobs Training	5,849
Missouri Works Job Retention Training	7,447
Missouri Manufacturing Jobs Act	3,452
Business Use Incentives for Large-Scale Development	16,923
Enhanced Enterprise Zone	1,612
Business Facility Tax Credit	14,836
Amateur Sports Ticket Sales Tax Credit	886
Rebuilding Communities Tax Credit	—
Development Tax Credit	178
Data Center Sales Tax Exemption	— *
<b>Redevelopment</b>	
Historic Preservation Tax Credit	106,311
Brownfield Remediation	3,192
<b>TOTAL</b>	<b>\$ 420,750</b>
Chapter 100 Personal Property Tax Exemption - maximum amount of state sales tax exemption over the terms of the leases for fiscal year 2022 projects	<b>\$ 1,980</b>

\*Confidential

**Housing**

The Missouri Low Income Housing Tax Credit (MOLIHTC) is authorized by Sections 135.350-135.363, RSMo, and is a ten year tax credit which is available to qualified owners of affordable rental housing. To qualify upon application, a development must 1) rent at least 20% of its units to families earning 50% of the area median family income, 2) rent at least 40% of its units to families earning 60% of the area median family income, each adjusted for family size or 3) rents at least 40% of its units to families whose income does not exceed the income limitation designated for the respective unit, where the average of the income-designated units may not exceed 60% AMGI. The MOLIHTC generates equity investments that are purchased by the private sector for the development of new or rehabilitated rental housing which enables owners to lower rents to affordable levels for low-income families. The investor of the MOLIHTC can redeem the credit by applying it dollar for dollar to the following types of tax liabilities: income tax, corporate franchise tax, insurance premium tax, other financial institutions tax, or express company tax. MOLIHTC properties must comply with tenant eligibility, property maintenance, and fair housing law throughout a 15-year period. The Missouri Housing Development Commission monitors the properties for compliance and reports non-compliance to the Internal Revenue Service and Missouri Department of Revenue. Property owners found to be out of compliance are subject to recapture through the provisions of Section 135.355, RSMo and IRS §42. Redemptions were made on MOLIHTC's authorized/issued in prior years. The MOLIHTC reduced state taxes by \$113,246,000 during fiscal year 2022.

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**Note 19 - Tax Abatements (cont.)**

The Neighborhood Preservation Tax Credit is authorized by Sections 135.475-135.487, RSMo, and provides incentives for homeowners in lower income areas who rehabilitate or construct owner-occupied homes in qualifying or eligible areas of the State. Upon application, the eligible property must be in a qualifying area with a median household income of less than 70% of the median household income for the metropolitan statistical area (MSA) or non-MSA; or be located in an eligible area with a median household income of 70-89% of the median household income for the applicable MSA or non-MSA. Recipients are eligible to receive a credit for 15% of eligible costs up to \$25,000 per residence for new residences in eligible areas; 15% of eligible costs up to \$40,000 per residence for new residences in qualifying areas; 25% of eligible costs with a minimum of \$10,000 and not to exceed \$25,000 per residence for substantial rehabilitation in eligible areas; 35% of eligible costs with a minimum of \$5,000 or 50% of purchase price and not to exceed \$70,000 per residence for substantial rehabilitation in qualifying areas; and 25% of eligible costs with a minimum of \$5,000 and not to exceed \$25,000 per residence for non-substantial rehabilitation in qualifying areas. The abatement's can be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. A taxpayer, other than the owner-occupant who receives a certificate of tax credit, shall have 30 days within the date of the sale to furnish satisfactory proof that the residence was sold at market to the Director of the Department of Economic Development (DED). If the Director determines that the residence was not in good faith intended for long-term owner occupancy, then the Director may revoke any tax credits issued and seek recovery of those credits pursuant to Section 620.017, RSMo. There are no other commitments made as part of the agreement. The Neighborhood Preservation Tax Credit reduced state taxes by \$3,134,000 during fiscal year 2022.

**Business Recruitment**

Missouri Quality Jobs is authorized by Sections 620.1875-620.1890, RSMo and provides tax incentives to qualified companies for facilitating the creation of new jobs or the retention of existing jobs in the State. This program has been replaced by Missouri Works, except for current projects. To qualify, the company must create a minimum number of jobs within the project facility within 2 to 3 years after the approval of the Notice of Intent and must maintain those jobs for the duration of the benefit. The average wage of the new jobs must equal or exceed the average county wage and the company must offer health insurance and pay at least 50% of the premium. The company must also submit an annual report. Companies may retain 100% of withholding tax that would otherwise be paid into the State or receive tax credits based on the percentage of new payroll or a combination of both for the new or retained jobs approved. The credits can be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. Missouri Quality Jobs reduced state taxes by \$8,967,000 during fiscal year 2022.

The Missouri Works - Business Incentives is authorized by Sections 620.2000-620.2020, RSMo and provides tax incentives for qualified companies to create or retain jobs in the State. There are several sub-programs under this program with different qualifications for each. To qualify for the credits, a company must create or retain a minimum number of new jobs at the project facility with average wages of 80%, 90%, 100%, 120%, or 140% of the county average wage, depending upon the sub-program. The company must offer health insurance and pay at least 50% of the premium. The company must meet the requirement for new private capital investments, ranging from \$0 to \$500 million. The company must meet the required number of jobs at the applicable % of the county average wage within 2 years of the Approval of the Notice of Intent and must maintain those minimums for the duration of the benefit. The company must also submit an annual report documenting the jobs created, total payroll, and health insurance requirements. Companies may retain 100% of withholding tax that would otherwise be paid into the State or receive tax credits based on the percentage of new payroll or a combination of both for the new or retained jobs approved. The credits can be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. Taxes may be recaptured due to misrepresentation, out-of-state relocation, or failure to file an annual report. The agreement requires 100% of the benefits received to be repaid within 60 days for misrepresentation or out-of state location or one year for failure to file an annual report. There are no other commitments made as part of the agreement. Missouri Works - Business Incentives reduced state taxes by \$134,717,000 during fiscal year 2022.

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**Note 19 - Tax Abatements (cont.)**

Missouri Works New Jobs Training and Job Retention Training are authorized by Sections 620.800-620.809, RSMo. New Jobs Training provides assistance to eligible companies to train workers in newly created jobs. This program has an annual appropriation. For funding consideration, the company must create new jobs in the state; the project must include eligible training costs, as well as other eligibility criteria such as types of occupations, wage rates, and turnover rates. Job Retention Training provides training assistance to eligible companies for job retention efforts. To qualify, a project must be for an existing Missouri company making a capital investment of at least 5 times the total project costs, retaining at least 100 eligible jobs at the facility for at least one year, be located in a border community, or be determined to represent substantial risk of relocation. Eligible companies for both programs include manufacturing, research and development, or those engaged in interstate commerce. The company must retain the eligible jobs in the project for at least 5 years and use the funding only toward eligible project costs. These programs are administered locally through community colleges. While the recipient's taxes are not actually reduced, a portion of normal withholding payments (paid to the Department of Revenue) are deferred to pay for eligible project costs. The amount that can be deferred is 2.5% of the payroll for the first 100 jobs in the project and 1.5% of the payroll for the remaining jobs in the project. The company may file withholding claims for the project until the budgeted project funds are disbursed; typically for a period of 3-5 years, with maximum limit of 8 years. There are no other commitments under these programs. Recapture provisions apply in accordance with Section 620.017, RSMo in which the recipient shall repay training funds under these programs if the jobs included in the project are moved out of Missouri or are eliminated within five years of the date the project is approved by DED. The Director of the Division of Workforce Development within DED shall have the authority and discretion to exempt the recipient in whole or in part of such repayment. Missouri Works New Jobs Training and Job Retention Training reduced state taxes by \$5,849,000 and \$7,447,000, respectively, during fiscal year 2022.

The Missouri Manufacturing Jobs Act is authorized by Section 620.1910, RSMo and provides incentives in the form of retaining withholding taxes to expand manufacturing facilities for an existing product or the creation of a new product. This program sunset in 2016 and no new applications are being accepted. To qualify, manufacturing companies must have a North American Industry Classification System (NAICS) of 33611, which is an establishment primarily engaged in (1) manufacturing complete automobile and light duty motor vehicles or (2) manufacturing automobile and light duty motor vehicle chassis. The company must manufacture goods at a facility in the state throughout the period benefits are received, and make a capital investment at a facility of at least \$75,000 per retained job for the manufacture of a new product within 2 years of beginning to retain withholding taxes or commit to make a capital investment of at least \$50,000 per retained job at the facility for the modification or expansion of the manufacture of an existing product within 2 years of beginning to retain withholding taxes. Qualified suppliers of an eligible manufacturer must attest to DED that they derive more than 10% of its total annual sales revenue from sales to a qualified manufacturing company, add 5 or more new jobs for a period of 3 years, pay wages for the new jobs equal to or exceeding the county average wage using the NAICS industry classification, but are not less than 60% of the statewide average wage, and the company must offer health insurance and pay at least 50% of the premium. If qualified, the company is allowed to retain 100% of the withholding tax that would otherwise have been paid in to the state for those jobs for 10 years for qualified manufacturers or 3 to 5 years for qualified suppliers. There are no provisions for recapture and no other commitments are made as part of the agreement. The Missouri Manufacturing Jobs Act reduced state taxes by \$3,452,000 during fiscal year 2022.

**STATE OF MISSOURI**  
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**Note 19 - Tax Abatements (cont.)**

Business Use Incentives for Large-Scale Development (BUILD) is authorized by Sections 100.700-100.850, RSMo. The incentives offered by the BUILD Missouri Program are designed to offset infrastructure and other capital costs of certain large projects by making the cost of investing in Missouri more competitive. The costs are financed through the issuance of Board of Certificates (bonds or notes), where the principal and interest will be repaid by the business. Businesses are then reimbursed for these repayments through the issuance by the Board of Missouri state income tax credits. The businesses may use these credits against taxes, which would otherwise be due, or to obtain a refund if the business has insufficient Missouri income tax liability to offset the credit. A business can apply these credits against income tax, bank tax, insurance premium tax, or other financial institutions tax. To qualify, an eligible industry in manufacturing, processing, assembly, research and development, agricultural processing or services in interstate commerce must invest a minimum of \$15 million; or \$10 million for an office industry in an economic development project; and create a minimum of 100 new jobs at the project facility within 3 years, or a minimum of 500 jobs if the project is an office industry, or a minimum of 200 new jobs if the project is an office industry located within a distressed community as defined in Section 135.530, RSMo. The tax credits become subject to recapture if the company does not expend the minimum investment on or before the first test date established in the program agreement, or create and maintain the minimum number of new jobs on or before the first test date. The first test date is the last day of the closest calendar quarter ending 3 years following bond closing. The tax credits are also subject to recapture if the company eliminates or announces its intention to eliminate all the new jobs at the project within 2 years of the first test date. If subject to recapture, the company shall, within 30 days following written demand from the Board, reimburse the Board in full for the face amount of the tax credits received from the date of execution of the program agreement to the date of such demand. There are no other commitments made as part of the agreement. The BUILD program reduced state taxes by \$16,923,000 during fiscal year 2022.

The Enhanced Enterprise Zone is authorized by Sections 135.950-135.973, RSMo and provides tax credits to new or expanding businesses in enhanced enterprise zones. To qualify, a company must create or maintain at least 2 new jobs and make at least \$100,000 in eligible investments. In addition, a Notice of Intent must be approved by DED, and the business must submit an annual report. Eligibility for the credit is determined by the zone based on creation of sustainable jobs in a targeted industry or demonstrated impact on local industry cluster development. Taxes are reduced by claiming a tax credit against the Missouri income tax liability owed to the state. The tax credits are calculated at 2% of new payroll and 0.5% of new investment. There are no provisions for recapture and no other commitments are made as part of the agreement. The Enhanced Enterprise Zone reduced state taxes by \$1,612,000 during fiscal year 2022.

The Business Facility Tax Credit is authorized by Sections 135.100-135.150 and Section 135.258, RSMo and provides to facilitate the expansion of new or existing facilities in Missouri. To qualify, a Notice of Intent must be approved by DED; the facility must create at least 2 new jobs and make \$100,000 in eligible investments or pursuant to House Bill 191 (2009), for "headquarters" that commence operations and "headquarters" of certain "employee-owned" businesses that commence or expand operations must create 25 new jobs and make \$1,000,000 in new investment. The company must submit an annual report to DED. Taxes are reduced by claiming a tax credit against the Missouri tax liability owed to the state. The tax credits are calculated as \$75 to \$150 per new job and \$75 to \$150 for each \$100,000 in new investment for up to 10 years. The tax credits for headquarters are calculated as the greater of \$400 per new job plus 4% of new investment or \$500 per new job plus \$500 per each \$100,000 in new investment for up to 10 years. The credit may be applied against income tax, insurance premium tax, or insurance company retaliatory tax. This program has sunset as of January 1, 2005 except headquarters that commence or expand operations on or before January 1, 2031 may be eligible for the program. There are no provisions for recapture and no other commitments are made as part of the agreement. The Business Facility Tax Credit reduced state taxes by \$14,836,000 during fiscal year 2022.

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**Note 19 - Tax Abatements (cont.)**

The Amateur Sports Ticket Sales Tax Credit is authorized by Section 67.3000, RSMo and provides an incentive to encourage the location of competitively bid amateur sporting events in Missouri. Upon application, applicants must submit predictions on the anticipated economic benefit to the state. Applicants will be evaluated based upon anticipated and verified economic performance. The program is available to one or more certified sponsors active in the National Association of Sports Commissions, endorsing counties, endorsing municipalities, or a local organizing committee, acting individually or collectively. The program provides tax credits equal to the lesser of: \$5 per admission ticket sold to the event; or 100% of eligible costs incurred by the applicant. The recipient is able to reduce their outstanding tax liability in an amount equal to the value of the tax credit and may be taken against income tax, bank tax, insurance premium tax, and other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Amateur Sports Ticket Sales Tax Credit reduced state taxes by \$886,000 during fiscal year 2022.

The Rebuilding Communities Tax Credit is authorized by Section 135.535, RSMo and provides a tax credit for eligible businesses locating, relocating, or expanding within a distressed community. This program has been replaced by Missouri Works, except for current projects. To qualify, a business must have fewer than 100 full-time employees, 75% of which must be located in the distressed community; be primarily engaged in manufacturing, biomedical, medical devices, scientific research, animal research, computer software design, computer software development or computer programming, which includes Internet, web hosting, and other information technology, wireless, wired or other telecommunications, or a professional firm. A business must make eligible purchases and be located in a distressed community. The business must submit an annual tax credit application documenting eligible expenditures on the project to DED. Once approved, the tax credit is calculated at 40% or 25% of the qualifying expenditures and may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Rebuilding Communities Tax Credit reduced state taxes by less than one thousand dollars during fiscal year 2022.

The Development Tax Credit is authorized by Sections 32.100-32.125, RSMo and provides incentives to facilitate a business project in order to create new jobs. This program has been replaced by Missouri Works, except for current projects. Tax credits are issued to approved taxpayers that make an eligible donation to a non-profit corporation. The non-profit leases assets to an approved company. The company must create a specified number of jobs within 2 years and be in a distressed or blighted area. In many instances, the taxpayer that makes the donation is also the company that is creating the economic impact. The donor that makes the contribution must submit a tax credit application to DED. Once approved, taxes are reduced by claiming a tax credit against Missouri tax liability owed to the state. The tax credit is calculated at 50% of the eligible donation and may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, other financial institutions tax, or express company tax. No other commitments are made as part of the agreement. DED may recapture tax credits up to the amount issued if the non-profit fails to complete the project or comply with the agreement. The non-profits only and not the donors are subject to the recapture. The Development Tax Credit reduced state taxes by \$178,000 during fiscal year 2022.

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**Note 19 - Tax Abatements (cont.)**

Chapter 100 Personal Property Tax Exemption is authorized by Section 144.054 (2), RSMo and provides a state and local sales tax exemption on tangible personal property leased by a company from the City or County. To qualify, cities and counties may apply to DED on behalf of eligible companies for which Chapter 100 bond proceeds are used to purchase tangible personal property, which is leased back to the company. DED may apply discretionary benefit exemption if the benefit contained in a formal DED proposal is accepted by the company. Since DED cannot enact the sales tax exemption on the lease without the underlying Municipality Chapter 100 in place, any inclusion in a formal DED proposal will be coordinated with the Municipality and their economic developer. The proposal must have been accepted by the company prior to any project announcements, no approval or issuance of the bonds may have taken place, and the tangible personal property may not have been purchased prior to the acceptance of the proposal. The project must also be competitive, have comprehensive local incentive participation, have above average wages with benefits, be located in an economically distressed or blighted area, have a positive state fiscal impact, and have an indication that the municipality has offered the local Chapter 100 exemptions. The company receives the exemption on sales tax as the facility, construction materials, and certain tangible personal property may be purchased as exempt by the City or County and then leased back to the company. The company will be responsible for the payment of sales tax on purchases exceeding the maximum accepted in the proposal, ineligible purchases, or the revenue stream generated by lease of ineligible personal property. There are no provisions for recapture and no other commitments are made as part of the agreement. The sales tax is applicable to the lease payments made over a period not to exceed 20 years by statute and restricted further by local ordinance. The sales tax exemptions are only applicable if tangible personal property purchases are made within established project time periods, as listed on the certificate. For fiscal year 2022, certificates were provided for the exemption of state sales tax related to lease payments of tangible personal property under a Chapter 100 structure for one project. The fiscal year 2022 project certificates total a cumulative amount of state sales tax not to exceed \$1,980,000 over the term of the lease.

Data Center Sales Tax exemption is authorized by Section 144.810, RSMo and incentivizes the location and expansion of data centers in the state by providing an exemption of the sales and use taxes associated with a variety of activities necessary to build a new facility or expand an existing facility. To qualify, companies must create 5 new jobs and \$5 million in investment for expanding facilities or create 10 new jobs and \$25 million in investment for new facilities within certain time frames. A company is refunded their sales and use taxes for new purchases related to the data center project for the period prior to meeting the threshold for participation and then are exempt for a period of no more than 10 years for expanding facilities or 15 years for a new facility. Taxes may be subject to recapture if the full investment projected is not met or if the jobs created are not maintained, causing the cost/benefit to the State to be negative, or if the company does not meet the minimum thresholds. Taxes will be recaptured up to the amount that creates a positive cost/benefit to the state, or if the company does not meet the minimum thresholds, the full exemptions to date must be repaid. No other commitments are made as part of the agreement. The amount that state taxes were reduced is confidential under Section 32.057, RSMo.

**Redevelopment**

The Historic Preservation Tax Credit is authorized by Sections 253.545-253.561, RSMo and provides an incentive for the redevelopment of commercial and residential historic structures in the state. Upon application, the eligible property must be listed on the National Register of Historic Places, be certified by the Department of Natural Resources (DNR) as contributing to the historical significance of a certified historic district listed on the National Register, or located within a local historic district that has been certified by the U.S. Department of Interior. The costs and expenses associated with the rehabilitation must exceed 50% of the total basis of the property. All approved applicants must commence rehabilitation within 2 years of the date of issuance of the letter of approval from DED. The program provides state tax credits equal to 25% of eligible costs and expenses of the rehabilitation of approved historic structures, which the recipient is able to use to reduce their outstanding tax liability in an amount equal to the value of their tax credit. The credit may be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Historic Preservation Tax Credit reduced state taxes by \$106,311,000 during fiscal year 2022.

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**Note 19 - Tax Abatements (cont.)**

Brownfield Remediation is authorized by Sections 447.700-447.718, RSMo and provides incentives to businesses or developers to redevelop property contaminated with hazardous waste. To qualify, the property must be abandoned or underutilized for at least 3 years, and contaminated with hazardous substance, the applicant cannot be a responsible party, the project must be accepted into DNR Voluntary Cleanup Program, the project must be endorsed by city or county government, must create at least 10 new jobs or retain 25 jobs, the project must create a positive net state economic benefit, and must demonstrate need for the credits. The recipient is able to reduce their outstanding tax liability in an amount equal to the value of the tax credit. The tax credits may be issued for up to 100% of eligible costs and expenses for remediating the project property. The tax credit may also include up to 100% of the costs of demolition that are not directly part of the remediation activities. The amount of the credit available for demolition not associated with remediation cannot exceed the total amount of credits approved for remediation including demolition required for remediation. DED will issue 75% of the credits upon adequate proof of payment of the costs; the remaining 25% will not be issued until a clean letter has been issued by DNR. The tax credits may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. The tax credits may be subject to recapture in the event the owner sells the abandoned or underutilized property within a 5 year period after the receipt of remediation tax credits, grants, loans or loan guarantee. Subject to Sections 447.700-447.718, RSMo, the owner shall repay a portion of the tax credits and grant funds provided based on the percentage of the owner's investment for the project to DED's total financial assistance, upon achieving an annual internal rate of return of 25%. The internal rate of return calculation shall be documented by the owner's capital gains tax calculation. Owner investment is equity and debt for the eligible project. At the end of the project, a purchaser who has performed voluntary remediation action certifies to DNR that the goals of the purchaser's voluntary remediation plan have been attained. DNR verifies the remediation plan goals are achieved and issues a certificate that states that the site has been cleaned up to DNR standards pertaining to the property itself and therefore protects both current and future owners of the property. Brownfield Remediation reduced state taxes by \$3,192,000 during fiscal year 2022.

**Note 20 - Commitments**

**Contracts**

The Department of Conservation had contracts outstanding of \$523,000 for construction at June 30, 2022. These contracts are funded through special revenue funds from specific sales tax, fees, and permits.

The Department of Transportation had long-term contracts of \$1,388,591,000 outstanding at June 30, 2022. These contracts are paid from capital projects funds with approximately 64% federal reimbursement expected.

The Office of Administration, Division of Facilities Management, Design and Construction, had construction contracts outstanding at June 30, 2022 of \$53,304,000. Approximately 68.0% will be paid from the General Fund, 22.6% from special revenue funds, 7.2% will be paid from the capital projects funds, and 2.2% will be paid from enterprise funds.



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**Note 20 - Commitments (cont.)**

On March 10, 1988, the State of Missouri entered into a contract with the United States Army Corps of Engineers confirming an assurance agreement of April 8, 1965. The State obtained rights to a portion of the water supply storage from the Clarence Cannon Dam and Mark Twain Lake Project. The State agreed to pay up to \$11.2 million plus interest for the investment costs allocated to the water supply storage, the amount of such payments to be determined by the portion of the water storage space put in use by the State for that purpose. The contract provided a ten year interest free period running from 1984 to 1994. In fiscal year 1995, the State began making interest payments. The interest payment amount for fiscal year 2022 was \$364,000. Payment of principal and interest must be completed by March 2038.

As of June 30, 2022, the University of Missouri had outstanding commitments for the usage and ongoing support of the University Health System's information technology environment totaling \$260,138,000. The payments are as follows:

2023	\$	29,620,000
2024		30,607,000
2025		31,626,000
2026		32,277,000
2027		32,946,000
2028-2030		103,062,000

Truman State University had approximately \$4,100,000 in outstanding commitments for various construction contracts at June 30, 2022.

Southeast Missouri State University had outstanding commitments of approximately \$21,700,000 related to construction contracts at June 30, 2022.

Missouri State University had approximately \$33,700,000 in outstanding commitments for various construction contracts at June 30, 2022.

University of Central Missouri had approximately \$13,921,000 in outstanding commitments related to construction contracts at June 30, 2022.

Northwest Missouri State University had approximately \$2,869,000 in outstanding commitments related to various construction contracts at June 30, 2022.

**Note 21 - Risk Management, Claims, and Judgements**

The State is exposed to various risks of loss related to tort, general, motor vehicle, and contractor liability and injuries to employees. The State assumes its own liability for risks except for the purchase of surety bond, aircraft, and boiler coverage. The State's Office of Administration (OA), Risk Management Unit, self-insures its workers' compensation program for all state employees, with the exception of the Missouri Department of Transportation (MoDOT) and the State Highway Patrol. Liability insurance is also provided by OA-Risk Management, pursuant to state statute, through the State's Legal Expense Fund, which is a component of the General Fund in this report. This insurance covers all state employees.

The Workers' Compensation and Legal Expense Fund claims liability is based upon actual claims that have been submitted to OA-Risk Management. Incurred but not reported (IBNR) liability is not included since workers' compensation and liability insurance claims are reported timely, and therefore any potential IBNR liability amount would be considered immaterial. The State has not had any insurance settlements exceed the coverage. OA-Risk Management also procures property insurance for approximately 3% of all state buildings, with the remainder uninsured. The buildings are insured through purchased property insurance and through the Property Preservation Fund. Buildings insured through the Property Preservation Fund are backed with bonded debt through the Board of Public Buildings.

**STATE OF MISSOURI**  
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**Note 21 - Risk Management, Claims, and Judgements (cont.)**

The Transportation Self-Insurance Plan covers workers' compensation for employees of MoDOT and the State Highway Patrol, and covers vehicle liability and general liability insurance for the employees of MoDOT. The Transportation Self-Insurance Plan is presented as an internal service fund. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Estimated pending self insurance claims represent the expected losses to be realized on known claims pending and include minor non-incremental claims adjustment expenses. Estimated unreported claims represent expected losses or claims incurred but not reported. Amounts are reported based on actuarial calculations. Liabilities for incurred losses related to workers' compensation and general and vehicle liability claims are reported at their discounted value, assuming an investment yield of 2.0%.

The Missouri Consolidated Health Care Plan (MCHCP) provides health care insurance to all state employees, except for MoDOT, the State Highway Patrol, and the Department of Conservation. The Plan for active employees is presented as an internal service fund. Estimated claims payable is based on known medical claims pending as well as an estimate of IBNR claims from data provided by an actuary.

The MoDOT and MSHP Medical and Life Insurance Plan (MHPML) accounts for the medical coverage provided on a self-insured basis and life insurance benefits, for employees of MoDOT and the State Highway Patrol. The Plan is presented as an internal service fund. Estimated claims payable is established from an actuarial report, which is based on data by MoDOT and claims administrators.

The Conservation Employees' Insurance Plan (CEIP) provides health care and life insurance to employees of the Department of Conservation. The Plan is presented as an internal service fund. Estimated claims payable is based on known claims pending as well as an estimate of IBNR claims.

On August 14, 2012, a lawsuit was filed against the Department of Corrections, *Hootselle v. Department of Corrections*, No. 12AC-CC00518. Several corrections officers alleged that the Missouri Department of Corrections failed to compensate them for pre- and post-shift activities, including passing through security checkpoints and retrieving equipment such as keys and radios. They entered a settlement agreement on June 1, 2022. Final judgement was entered on October 11, 2022.

The Petroleum Storage Tank Insurance Fund (PSTIF) has claims liability for the cost of contamination cleanup for participants and other eligible site owners who have submitted notice of a contamination. The PSTIF is presented as a non-major enterprise fund.

The University of Missouri System provides workers' compensation, liability, and medical insurance for its employees. The University funds this through a combination of self-insurance and commercially purchased insurance. The amount of coverage is based upon analysis of historical information and actuarial estimates. Settled claims have not exceeded commercial coverage in any of the past three fiscal years. The claims liability is the present value of the claims, using discount rates ranging between 0.50% and 3.50% based on expected future investment yield assumptions. The University of Missouri System is included with college and universities as a major component unit of the State.

Missouri State University is exposed to various risks of loss. These include loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental, and accidental benefits. Commercial insurance coverage is purchased for claims arising from such matters other than those related to general liability, workers' compensation, natural disasters, and employee health benefits. Settled claims have not exceeded the commercial coverage in any of the three preceding years. Additional coverage is provided through the State Self-Insurance Program, through the Risk Management Unit of the Office of Administration. The State of Missouri self-insures the workers' compensation benefits for all state employees, including University employees.

**STATE OF MISSOURI**  
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**Note 21 - Risk Management, Claims, and Judgements (cont.)**

Southeast Missouri State University is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, business interruption, errors and omissions, employee injuries and illnesses; natural disasters and employee health and accident benefits. The University purchases commercial insurance and also receives coverage through the State of Missouri for these risks of loss. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

Changes in the balances of claims liability (in thousands of dollars) during the current and prior fiscal years are as follows:

	Type of Insurance Claims	Fiscal Year Claims Liability 6/30/2021	Current Year Claims and Estimated Changes	Claim Payments	Fiscal Year Claims Liability 6/30/2022
<u>Governmental Activities</u>					
OA Workers Compensation Fund	Workers Comp.	\$ 19,560	\$ 38,410	\$ (43,200)	\$ 14,770
OA Legal Expense Fund	Liability	2,519	2,283	(1,611)	3,191
Transportation Self-Insurance Plan	Workers Comp. and Liability	77,813	22,055	(19,141)	80,727
MCHCP	Health Care	42,748	460,344	(451,189)	51,903
MHPML	Health Care	11,900	142,713	(144,013)	10,600
CEIP	Health Care	2,722	25,047	(23,189)	4,580
Corrections	Judgement	—	63,361	—	63,361
Total Governmental Activities		<u>\$ 157,262</u>	<u>\$ 754,213</u>	<u>\$ (682,343)</u>	<u>\$ 229,132</u>
<u>Business-Type Activities</u>					
PSTIF	Contamination Cleanup	<u>\$ 87,213</u>	<u>\$ 10,388</u>	<u>\$ (8,385)</u>	<u>\$ 89,216</u>
<u>Component Units</u>					
University of Missouri System	Workers Comp. and Liability	\$ 91,732	\$ 236,669	\$ (221,728)	\$ 106,673
Missouri State University	Health Care, Workers Comp. and Liability	2,115	24,822	(24,957)	1,980
Southeast Missouri State University	Workers Comp. and Liability	1,228	8,658	(8,588)	1,298
Total Component Units		<u>\$ 95,075</u>	<u>\$ 270,149</u>	<u>\$ (255,273)</u>	<u>\$ 109,951</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 21 - Risk Management, Claims, and Judgements (cont.)**

	Type of Insurance Claims	Fiscal Year Claims Liability 6/30/2020	Current Year Claims and Estimated Changes	Claim Payments	Fiscal Year Claims Liability 6/30/2021
<u>Governmental Activities</u>					
OA Workers Compensation Fund	Workers Comp.	\$ 23,241	\$ 26,059	\$ (29,740)	\$ 19,560
OA Legal Expense Fund	Liability	2,943	407	(831)	2,519
Transportation Self-Insurance Plan	Workers Comp. and Liability	68,845	27,191	(18,223)	77,813
MCHCP	Health Care	42,598	450,589	(450,439)	42,748
MHPML	Health Care	10,500	135,107	(133,707)	11,900
CEIP	Health Care	2,881	18,140	(18,299)	2,722
Total Governmental Activities		<u>\$ 151,008</u>	<u>\$ 657,493</u>	<u>\$ (651,239)</u>	<u>\$ 157,262</u>
<u>Business-Type Activities</u>					
PSTIF	Contamination Cleanup	<u>\$ 85,163</u>	<u>\$ 10,651</u>	<u>\$ (8,601)</u>	<u>\$ 87,213</u>
<u>Component Units</u>					
University of Missouri System	Workers Comp. and Liability	\$ 89,328	\$ 225,118	\$ (222,714)	\$ 91,732
Missouri State University	Health Care, Workers Comp. and Liability	2,167	24,615	(24,667)	2,115
Southeast Missouri State University	Workers Comp. and Liability	1,719	8,510	(9,001)	1,228
Total Component Units		<u>\$ 93,214</u>	<u>\$ 258,243</u>	<u>\$ (256,382)</u>	<u>\$ 95,075</u>

**Risk Management Pool:**

The State of Missouri participates in the property program of the Midwestern Higher Education Compact (MHEC) as defined in Section 173.700, RSMo. This program was formed to expand coverage, reduce costs, and stabilize property insurance rates over extended time periods at higher education institutions in all member states. The program offers loss limit coverage tailored to individual institutions as well as self-insured retention by institution. The MHEC Risk Management Oversight Committee directs the major operations of the program overseeing the development of program policies, premium allocations, new program memberships, and selection of program administrators and insurance underwriters.

**STATE OF MISSOURI**  
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**Note 22 - Pollution Remediation and Landfill Closure and Postclosure**

The State has an obligation to address current or potential detrimental effects of existing pollution by participating in pollution remediation activities.

The Missouri Department of Natural Resources (DNR) was compelled to assess and oversee the cleanup of contaminated sites subject to federal law under the Resource Conservation and Recovery Act (RCRA), also known as the Superfund Law, administered by the U.S. Environmental Protection Agency (EPA). Under this law, the State is required to pay or ensure payment of 10% of the costs of remediation action and 100% of the costs of operations and maintenance at sites where the party responsible for the contamination is unknown, uncooperative, or insolvent. Similarly, Section 260.391.7, RSMo, states that the public should bear a portion of the cost to pay for the State's share of Superfund cleanup to be appropriated from general revenue. At the end of fiscal year 2022, the State was participating in the cleanup of fifteen Superfund sites. Total pollution remediation obligation for these sites totaled approximately \$50.3 million. The basis for these costs are State Superfund contracts that list the estimated cost of cleanup, or actual costs if cleanup is complete, less any payments that have been made to the EPA. Estimated costs will change as actual costs become available. The Hazardous Waste Fund is a component of Conservation and Environmental Protection.

The Missouri Department of Transportation (MoDOT) is in remediation activities related to buildings and grounds caused by contamination and a fuel leak. The current pollution remediation obligation for these sites total approximately \$4.0 thousand. The potential for additional pollution remediation exists, however, any future remediation obligations are not yet estimable.

The Department of Public Safety, Office of the Adjutant General, has been named as a potentially responsible party in the Pools Prairie Superfund site in Newton County, Missouri. The site is listed on the National Priorities List (NPL) and is governed by the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA). At this time, the Department of Public Safety's portion of the costs for the cleanup cannot be determined.

Changes in the balances of pollution remediation liability (in thousands of dollars) during the current fiscal year are as follows:

Governmental Activities	Type of Pollution Remediation	Fiscal Year Remediation Liability 6/30/2021	Current Year Assessments and Estimated Changes	Payments	Fiscal Year Remediation Liability 6/30/2022	Due Within One Year
DNR	Superfund Sites	\$ 48,130	\$ 4,074	\$ (1,947)	\$ 50,257	\$ 2,799
MoDOT	Buildings and Grounds Remediation	4	—	—	4	—
Total Governmental Activities		<u>\$ 48,134</u>	<u>\$ 4,074</u>	<u>\$ (1,947)</u>	<u>\$ 50,261</u>	<u>\$ 2,799</u>

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 22 - Pollution Remediation and Landfill Closure and Postclosure (cont.)**

Each landfill owner/operator is required to obtain a financial assurance instrument, which is held by the State as security in the case of a default or forfeiture. Financial assurance instruments can include financial guarantee or performance bonds, letters of credit, insurance policies, corporate guarantees, contracts of obligations, trust funds, and escrow accounts. At June 30, 2022, the DNR, Solid Waste Program tracked the value of the secured financial assurance instruments held by the State to be \$373.1 million. This amount is disclosed, but not reported in the financial statements, because the State does not perform the investment function and does not have significant administrative involvement. While the State maintains possession of the financial assurance instruments, it does not meet criteria to be reported in a fiduciary fund.

As of June 30, 2022, Missouri Department of Natural Resources (DNR) had eleven active Municipal Solid Waste Landfills (MSWLFs), no disposal transfer stations, and there was none in bankruptcy and no defaults. The owners/operators failed to properly close or maintain post-closure care for these facilities; therefore, the State took possession of the forfeited financial assurance instruments to initiate the closure or post-closure activities as required by Section 260.228, RSMo. The State will monitor and pay post-closure care costs of these facilities for the next 30 years in accordance with the DNR Solid Waste Management Law and Regulations. At June 30, 2022, it is expected that \$1.4 million will be paid over the remaining monitoring periods. This is the amount of the assigned fund balance that has been designated on the General Fund balance sheet for forfeited assets. The percentage of landfill capacity used to date is 38.3 percent. The estimated remaining landfill life is 29.05 years.

The University of Missouri System has been working with the Voluntary Cleanup Program of the Missouri Department of Natural Resources (DNR) to characterize subsurface contamination on a University owned property. The University has received the results of the two-year sampling process in fiscal year 2016. The University is awaiting a determination from DNR and the National Regulatory Commission (NRC) on decommissioning the site. The University does not believe that the documents from the 2016 sampling support the decision to add the site to the university's NRC license due to an overestimated quantity of isotopes managed at the site. The University made a formal request to remove the site from the NRC license. If DNR and the NRC find the dose assessment to be unacceptable, then the University will be required to fully decommission the site, including a sampling plan. The cost of a sampling plan to characterize the chemical contamination is estimated at \$1.0 million. The University has not commenced any actions requiring the recognition of a liability for this property.

**Note 23 - Asset Retirement Obligations**

The State has a legally enforceable obligation to perform future asset retirement obligations (ARO) related to its tangible capital assets.

The Missouri Department of Natural Resources (DNR) has a total ARO of \$1,720,000 for gas chromatographs, radiation detectors, petroleum above ground storage tanks, and permitted sewage treatment plants. Gas chromatographs and radiation detectors are considered radioactive sources and will not be accepted by the State's Surplus Property Program, thus requiring a cost for disposition. These ARO's are measured at the current cost of returning the items to the vendor. Gas chromatographs have remaining useful lives of 1 to 7 years and radiation detectors have remaining useful lives of 0 to 6 years. The ARO for petroleum above ground storage tanks is measured using the best estimate for taking the tanks out of service, which consists of emptying the tanks, removing the secondary containment, and proper disposal. Remaining useful lives of the tanks are 0 to 13 years. Aboveground storage tanks are regulated under the Missouri Code of State Regulations 2 CSR 90-30.050.16. The ARO for permitted sewage treatment plants is measured using the best estimate for closure of the facilities, which includes submitting a closure plan to DNR addressing wastewater and sludge removal, dewatering activities, removal of treatment structures, and removal of solid waste or leaving in place as a clean fill. Remaining useful lives of the plants are 0 to 45 years. Permitted sewage treatment plants are regulated by the Missouri Code of State Regulations 10 CSR 20-6-011.12 and the Federal Clean Water Act. The ARO for these items would be funded by state appropriations.

**STATE OF MISSOURI**  
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**Note 23 - Asset Retirement Obligations (cont.)**

The Missouri Department of Transportation (MoDOT) has an ARO of \$64,000 to properly dispose of all nuclear gauges used to measure physical properties of materials during its construction projects. The ARO is measured using the current cost of returning the items to the vendor. The assets have an anticipated useful life of 15 years. Disposal of the nuclear gauges is required by the Nuclear Regulatory Commission - NUREG 1556 Volume 1 Rev 2. The ARO will be funded by state appropriations.

The Department of Public Safety (DPS), Office of the Adjutant General, has an ARO of \$30,000 to take two underground storage tanks out of service. The ARO is measured using the current cost for closure and the assets have estimated remaining useful lives of 22 years. Underground storage tanks are regulated under the Missouri Code of State Regulations 10 CSR 26. The ARO will be funded by state appropriations.

The University of Missouri (MU) has an ARO based on its ownership of two nuclear research reactors, which are regulated by the U.S Nuclear Regulatory Commission (NRC). The NRC requires the University to submit decommissioning funding plans every three years to retain the right to operate the reactors. The decommissioning funding plans update and adjust changes in costs to remediate and the extent of the estimated future contamination. The cost to decommission the reactors is based on a formula as set forth by the NRC as part of the licensing of the facilities. The ARO as of the end of fiscal year 2022 was \$62,433,000. The remaining useful lives of the reactors was 20 years.

The balances of the asset retirement obligations (in the thousands of dollars) during the current fiscal year are as follows:

<u>Governmental Activities</u>	<u>ARO Liability at June 30, 2022</u>
DNR	\$ 1,718
MoDOT	64
DPS	30
Total Governmental Activities	<u>\$ 1,812</u>
 <u>Business-Type Activities</u>	
DNR	<u>\$ 2</u>
 <u>Component Units</u>	
MU	<u>\$ 62,433</u>

**Note 24 - Contingencies**

**Contingent Claims Liabilities**

Contingent claims liabilities are reported when it is probable a loss has occurred and the amount can be reasonably estimated. These losses include estimates of claims which have been incurred but not reported, including the effects of specific, incremental claim adjustment expenditures/expenses, salvage, subrogation, and other allocated or unallocated claim adjustment expenditures/expenses. Liabilities of governmental funds are reported as a reconciling item to the Government-Wide Statement of Net Position. Expenditures are recognized as payments are made.

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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**Note 24 - Contingencies (cont.)**

As of June 30, 2022, the amount of contingent liabilities was \$70.0 million. Changes in reported liability since June 30, 2021, resulted from the following (in thousands of dollars):

	Beginning of Fiscal Year Liability*	Current Year Claims and Changes in Estimates	Claim Payments	Balance Fiscal Year End
2021-2022	\$ 41,742	\$ 39,818	\$ (11,537)	\$ 70,023
2020-2021	27,830	19,385	(5,473)	41,742
2019-2020	30,405	7,859	(10,434)	27,830

\*Restated.

Section 287.220.8, RSMo, requires an actuarial study of the Second Injury Fund be made every year to determine solvency of the fund. Figures presented below for current year claims and changes in estimates are based on the 2021 actuarial study. As at June 30, 2022, the amount of liabilities for Second Injury Fund was \$2.3 billion. Changes in reported liability since June 30, 2021, resulted from the following (in thousands of dollars):

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance Fiscal Year End
2021-2022	\$ 2,243,668	\$ 140,945	\$ (68,771)	\$ 2,315,842
2020-2021	2,174,003	140,206	(70,541)	2,243,668
2019-2020	2,071,889	178,673	(76,559)	2,174,003

The State receives federal grants which are subject to review and audit by federal grantor agencies. This could result in requests for reimbursements by the grantor agency for expenditures disallowed under grant agreements. The State believes such disallowances, if any, would be immaterial in the next fiscal year.

**Tort Claim Lawsuits:**

The Attorney General, on behalf of other state agencies, is involved in litigation for tort claims including wrongful death, motor vehicle accidents, medical malpractice, assault and battery, and deliberate indifference, as well as employment discrimination claims not included in the 2022 liability amount. It is reasonably possible an adverse court decision may incur an estimated loss of \$24.3 million.

**Department of Social Services:**

Little Sisters of the Poor v. Department of Social Services, No. 18AC-CC00262 (Cole County Circuit Court). This petition for review was filed on July 12, 2018, by 335 nursing facilities participating in the MO HealthNet program. They claim that the reduction of a per diem reimbursement rate was invalid and contrary to department regulations. The Cole County Circuit Court entered an order and judgment on May 22, 2019, concluding the department had violated its own regulations, the Medicaid Act requirements that apply to rate reductions, and the Equal Protection Clauses of the United States and Missouri Constitutions. If upheld, the resulting cost to the department and the State would be approximately \$44 million. The State appealed and the Missouri Court of Appeals reversed. The ultimate resolution of the case cannot be predicted with any degree of certainty.



**STATE OF MISSOURI**  
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**Note 24 - Contingencies (cont.)**

HHS Technology Group Holdings, LLC v. State of Missouri v. EngagePoint, Inc., No. 16AC CC00335 (Cole County Circuit Court). Plaintiff EngagePoint filed this lawsuit on August 11, 2016, alleging breach of its contract to serve as the prime contractor for the State's Medicaid Eligibility Determination and Enrollment System (MEDES). The State terminated EngagePoint in May 2015 after EngagePoint failed to complete contractually required work. EngagePoint claims over \$37 million in damages stemming from unpaid change order requests. The State has asserted a counterclaim for over \$80 million based on the difference between the price bid by EngagePoint and the actual cost of completing MEDES using a replacement contractor. Trial was completed in July 2022, and a jury awarded EngagePoint \$23,042,510, along with prejudgment and post-judgment interest of 9%. Post-trial motions were filed and it is anticipated an appeal will be taken. The ultimate resolution of the case cannot be predicted with any degree of certainty.

**Department of Health and Senior Services:**

The Nurse Student Loan Program provides forgivable student loans to eligible Missouri undergraduate, graduate, post-graduate, and doctoral nursing students in exchange for service in underserved communities and facilities in the state. Current annual award levels, based on statute, are a one-time amount of \$2,500 for LPN students and \$5,000 for professional nursing students. Loans are repaid either through service in an underserved area, or via cash repayment at 9.5% simple interest. For repayment via service, participants provide one year of professional service for each school year a loan is received, up to a maximum of 5 years. The number of loans awarded per year varies based upon available funding, number of previous students anticipating continued funding, and number of eligible new applicants.

The Health Professional Student Loan Program is a competitive state program that awards forgivable loans to students pursuing health care training leading to Missouri licensure. Eligible disciplines are primary care physicians, primary care dentists, and dental hygienists. The amount of funding provided depends upon the student's chosen discipline and educational status. Repayment of loans can be completed either through obtaining employment to earn forgiveness or through cash repayment at 9.5% simple interest. Forgiveness is based upon the number of loans received and is earned at a rate of one year of professional service for each loan received, up to a maximum of 5 years. Qualifying employment is considered as full-time, direct patient care at a facility located in an area of need also referred to as a Health Professional Shortage Area.

The purpose of the Missouri Health Professional State Loan Repayment Program is to improve access to primary care by assisting rural and underserved communities with recruitment and retention of primary care providers. SLRP offers eligible healthcare providers an opportunity to receive up to \$50,000 in financial assistance towards the repayment of their qualifying educational loans in exchange for a minimum two-year commitment to provide healthcare services at an ambulatory public, nonprofit or private nonprofit primary care practice site located in a federally designated Health Professional Shortage Area .

The Missouri Nurse Loan Repayment Program offers Registered Nurses and Advanced Practice Registered Nurses an opportunity to receive financial assistance towards the repayment of their qualifying educational loans in exchange for a minimum two-year commitment to provide healthcare services in an area of defined need in the State of Missouri.

For all types of loan programs, in the event of a default, i.e. the loanee does not complete the service agreement, the loan status changes to repayment. In the event the loanee does not repay according to the terms of their agreement, the Department of Health and Senior Services will work with the Attorney General's Office to try to collect the outstanding receivables. The current total amount of loans outstanding is \$5.8 million; the total amount in repayment is \$2.2 million. There is no correlation between who will or will not repay their debt once a default has occurred since it is subject to each individual case and the legal remedies pursued. Therefore the amount of loss cannot be reasonably estimated.

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**Note 24 - Contingencies (cont.)**

**Tobacco Master Settlement Agreement:**

Under the 1998 Tobacco Master Settlement Agreement ("MSA"), Missouri receives annual settlement payments in perpetuity from Participating Manufacturers ("PMs") of tobacco products. Each year on or about April 15th, Missouri receives an annual payment typically between \$120 and \$140 million. Annual MSA payments are subject to a downward adjustment if the PMs lose more than 2% of their pre-MSA market share to Non-Participating Manufacturers ("NPMs"). Individual states may avoid their share of this "NPM Adjustment" by enacting and diligently enforcing model legislation, which imposes certain escrow obligations on NPMs

The tobacco manufacturers contest Missouri's enforcement of the model legislation for 2004 and subsequent years, each of which is subject to binding arbitration. Arbitration regarding diligent enforcement for 2004 is ongoing. The presentation of evidence was completed and the arbitrators found Missouri not diligent. Thus, Missouri is subject to a downward adjustment on the annual payment, but the matter is still subject to review. The ultimate resolution of the 2004 proceeding, the timing of any review of the panel's decision, and the outcome of any subsequent arbitration proceedings cannot be predicted with any degree of certainty.

**Contingent Gains**

Contingencies that might result in gains are not reported on the statements since they are not realizable.

**Natural Resource Settlements:**

The Department of Natural Resources works jointly with the United States Fish and Wildlife Service and United States Forest Service to recover damages from parties responsible for causing injuries to natural resources. Funds from these settlements are typically held in the federal treasury in a joint account administered by the United States Department of Interior. Expenditures of these funds may only be by mutual agreement of the Missouri Trustee Council (the Department of Natural Resources, the United States Fish and Wildlife Service and, at times, United States Forest Service) and such funds may only be used to restore, replace, or acquire natural resources similar to those that were injured. As of June 30, 2022, the balance of Missouri-related joint settlement funds in the Department of Interior restoration fund is approximately \$46.6 million.

**Note 25 - Nonexchange Financial Guarantees**

The following nonexchange financial guarantees are extended by the Missouri Agricultural and Small Business Development Authority (MASBDA) and the Missouri Department of Agriculture (MDA). The exchange financial guarantees are not recognized as a liability, which indicates that the State will most likely not be required to make a payment related to the nonexchange financial guarantees. As of June 30, 2022, the State extends the following financial guarantees:

Programs	Maximum Guarantee Period	Total Number of Loans Outstanding	Total Dollar Amount of Loans Outstanding (in thousands)	Total Dollar Amount Guaranteed by the State (in thousands)
Crop and Livestock Loan Guarantee Program	2 Years	13	34	17

**STATE OF MISSOURI**  
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**Note 25 - Nonexchange Financial Guarantees (cont.)**

Missouri Value-Added Loan Guarantee Program

The Missouri Value-Added Loan Guarantee Program, authorized in Sections 348.400-348.415, RSMo, provides up to a 50% first-loss guarantee on loans, of \$250,000 or less, made by lenders for the purpose of agricultural business development. The loan guarantee is for a duration of up to 10 years. The program is intended to create new economic activity by creating or retaining jobs. Loans guaranteed by the value-added loan guarantee program can be used to finance agricultural property, which includes land, buildings, structures, improvements, and equipment used for the purpose of processing, manufacturing, marketing, exporting, or adding value to an agricultural product. Loans may also be guaranteed to buy stock in a new generation processing entity that processes an agricultural product. In the event of a default, the MASBDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. As of June 30, 2022, there are three loan defaults under this program. The outstanding balance on judgments for amounts owed to the State totals \$52,000 and there are no outstanding Missouri Value-Added Loan guarantees.

Single-Purpose Animal Facilities Loan Guarantee Program

The Single-Purpose Animal Facilities Loan Guarantee Program, authorized in Sections 348.185-348.225, RSMo, is designed to provide banks and other lenders with a 50% first-loss guarantee on loans of up to \$250,000 for up to 10 years. Independent livestock producers may use the loans to finance, refinance or restructure breeding or feeder livestock, earthworms, land, buildings, facilities, equipment, machinery and animal waste systems for producing poultry, swine, beef and dairy cattle, or other livestock. In the event of a default, the MASBDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. There were no loan defaults under this program in fiscal year 2022, and there were no outstanding Single-Purpose Animal Facilities Loan Guarantees.

Crop and Livestock Loan Guarantee Program

The Crop and Livestock Loan Guarantee Program, authorized in Section 261.027(3), RSMo, is a 50% guarantee on a loan made to a 4-H and Future Farmers of America (FFA) member who borrows money to purchase livestock, input, etc., for their Supervised Agriculture Education (SAE) project. Loans eligible for the program are limited to the purchase of livestock, feed, seed, fertilizer, and other miscellaneous out-of-pocket expenses directly related to the project. In the event of a default, the MDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. As of June 30, 2022, there are four loan defaults under this program. The outstanding balance on judgments for amounts owed to the State totals \$2,600.

**Note 26 - Joint Ventures**

The Regional Convention and Sports Complex Authority was created by state law for the purpose of financing, constructing, operating, and maintaining a multipurpose convention and sports facility to be located in the City of St. Louis. The Authority operates under a board of commissioners of whom five are appointed by the Governor of the State, three by the County Executive of St. Louis County, and three by the Mayor of the City of St. Louis. The Authority is granted all rights and powers necessary to plan, finance, construct, equip, and maintain the facility.

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**Note 26 - Joint Ventures (cont.)**

The Authority is considered a joint venture of the State, County, and City because it constitutes a contractual agreement for public benefit in which the State, County, and City retain an ongoing financial responsibility for the Convention and Sports Facility Project Bonds. In August 1991, the Authority issued \$258,670,000 of Convention and Sports Facility Project Bonds. The bonds were sponsored in the amount of \$132,910,000 by the State (Series A), \$65,685,000 by the County (Series B), and \$60,075,000 by the City (Series C). In December 1993, the Authority issued \$181,885,000 in Convention and Sports Facility Project and Refunding Bonds to advance refund \$101,410,000 and \$50,275,000 of the outstanding 1991 Series A and Series B bonds, respectively, and for additional construction costs. The bonds were sponsored in the amount of \$121,705,000 by the State (Series A) and \$60,180,000 by the County (Series B). In February 1997, the Authority issued \$61,285,000 in Series C refunding bonds to advance refund \$47,155,000 of the outstanding 1991 Series C bonds. In August 2003, the Authority issued \$116,030,000 of Convention and Sports Facility Project and Refunding Bonds Series A 2003 to refund \$2,845,000 and \$113,170,000 of Series A 1991 and Series A 1993 refunding bonds, respectively, and for additional construction costs. In May 2007, the Authority issued \$49,585,000 in Series C 2007 refunding bonds to refund \$61,285,000 of original principal of the Series C 1997 refunding bonds. In August 2013, the Authority issued \$65,195,000 in Series A 2013 refunding bonds to refund \$65,385,000 of Series A 2003 bonds and issued \$32,560,000 in Series B 2013 refunding bonds to refund \$32,180,000 of Series B 2003 bonds.

Pursuant to a financing agreement entered into in August 1991, and terminating in August 2021, the Authority leased the facility to the sponsors who subleased the facility back to the Authority. The payments made by the State, County, and City under the financing agreement are sufficient to pay the principal and interest on the bonds. See *Note 11* for the specific debt service requirements that make up the State's ongoing financial responsibility for this joint venture.

Summary financial information for the Authority as of and for the fiscal year ended December 31, 2021, is presented below (in thousands of dollars):

Total Assets	<u>\$ 143,205</u>
Total Liabilities	\$ 4,013
Total Net Position	139,192
Total Liabilities and Net Position	<u>\$ 143,205</u>
Total Revenues	\$ 24,577
Total Expenses	12,033
Net Increase in Net Position	<u>\$ 12,544</u>

Copies of the Authority's financial statements may be requested from:

St. Louis Regional Convention  
and Sports Complex Authority  
901 North Broadway  
St. Louis, Missouri 63101

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 27 - Endowments**

Donor-restricted endowments for Missouri reside primarily within the higher education institutions, which are reported as a major component unit of the State. For the college and universities, except the University of Missouri, the net appreciation/depreciation of the endowments is \$11,600,000. Of this amount, \$2,374,000 is reported as restricted non-expendable, \$9,271,000 is reported as restricted expendable, and (\$45,000) is reported as unrestricted net position. The University of Missouri reported a net appreciation/depreciation of restricted non-expendable net position in the amount of (\$168,343,000) which consisted of both realized and unrealized gains and losses on investment. For detailed information on the college and universities, please see the individual financial statements. The Revised Statutes of Missouri authorize the acceptance of donations at State agencies or public institutions. The governing boards of these institutions and the donor agreements determine whether net appreciation can be spent and the acceptable spending rate as detailed in Section 402.134, RSMo. These policies are entity specific and vary with each institution.

**Note 28 - Conduit Debt**

As of June 30, 2022, the Missouri Development Finance Board issued \$1,637,968,000 in Private Activity Bonds and \$2,886,034,000 in Public Purpose and Refunding Revenue Bonds. The outstanding balances on these bonds and notes as of June 30, 2022, were approximately \$296,559,000 and \$801,728,000, respectively. The Missouri Development Finance Board and the State have no liability for repayment of these revenue bonds and funding notes aside from reserve fund deposits and, accordingly, these bonds and notes have not been recorded as a liability on the financial statements for the Missouri Development Finance Board. The debtor pays all debt service requirements. Security for the bondholders consists of insurance, letters of credit, annual appropriation pledges, and certain funds held through trustees under the various indentures.

As of June 30, 2022, the State Environmental Improvement and Energy Resources Authority (EIERA), a component unit of the State of Missouri, had an outstanding balance of approximately \$650,325,000 in Tax Exempt Revenue Bonds. Of this outstanding amount, \$307,767,000 is for Water Pollution Control and Drinking Water Revenue Bonds issued on behalf of the Department of Natural Resources. The State of Missouri has no liability for repayment of these revenue bonds beyond the resources provided by related loan programs. The bonds are limited obligations of EIERA.

**Note 29 - Subsequent Events**

Bonds

In August 2022, the Board of Public Buildings defeased \$6,925,000 of Lafferre Hall Project Series A 2015 and \$2,050,000 of State Facilities and Capitol Projects Series A 2018.

In August 2022, the Missouri Development Finance Board defeased \$34,565,000 of Fulton Hospital Series 2014 and \$53,725,000 of Fulton Hospital Series 2016.

On December 14, 2022, the Missouri Highways and Transportation Commission (MHTC) issued \$453,005,000 of Third Lien State Road Bonds, Series A 2022. The bonds bear interest of 4.79%, due in semi-annual installments beginning November 1, 2023. The bonds were issued for the purpose of paying the costs of construction and reconstruction of the State Highway System and paying the costs related to the issuance of the Series A 2022 bonds.

Department of Corrections Settlements

On June 1, 2022, in the lawsuit Hootselle v. Department of Corrections, a Settlement Agreement was entered into and the judgement was signed on October 11, 2022. The Missouri Department of Corrections made total payments of \$51.2 million with future payments of \$12.1 million to be made over the next seven years (see Note 21).

**STATE OF MISSOURI**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**June 30, 2022**

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**Note 29 - Subsequent Events (cont.)**

American Rescue Plan Act

On January 23, 2023, the Governor announced the Department of Economic Development (DED) has awarded a total of \$261 million through the ARPA Broadband Infrastructure Grant Program to 60 recipients for projects that will expand and improve internet access statewide. Projects receiving funds are expected to create more than 55,000 connections in locations that previously lacked adequate internet access.

On January 24, 2023, the Governor announced the Department of Economic Development (DED) has awarded \$30 million through the ARPA Workforce Training Grant Program. The program is focused on helping companies address workforce shortages by recruiting and training thousands of Missourians. The ARPA Workforce Training Grant Program, funded through the American Rescue Plan Act (ARPA), was launched in August 2022. The program awarded competitive grants to a wide range of applicants and will train workers for a variety of industries including childcare, healthcare, broadband deployment, manufacturing, and more. The grant is also aimed at helping those who need it most, encouraging recipients to train at-risk and low-income populations.

2022 Amendment 3

A citizen initiative to amend the Missouri Constitution relating to medical and personal adult use of marijuana was certified for the ballot, appeared on the November 8, 2022 general election ballot and was passed by the voters.

As summarized in the Official Ballot Title, the measure removes state prohibitions on purchasing, possessing, consuming, using, delivering, manufacturing, and selling marijuana for personal use for adults over the age of twenty-one; requires a registration card for personal cultivation with prescribed limits; allows persons with certain marijuana-related non-violent offenses to petition for release from incarceration or parole and probation and have records expunged; establishes a lottery selection process to award licenses and certificates; issues equally distributed licenses to each congressional district; and imposes a 6% tax on the retail price of marijuana to benefit various programs.

Also as summarized by the Official Ballot Title, state governmental entities estimated initial costs of \$3.1 million, initial revenues of at least \$7.9 million, annual costs of \$5.5 million, and annual revenues of at least \$40.8 million. Local governments are estimated to have annual costs of at least \$35,000 and annual revenues of at least \$13.8 million. As of the date of this report, the General Assembly has not appropriated funds for this voter-approved measure.

MOSERS

The Governor and the General Assembly approved an extraordinary payment of \$500 Million to MOSERS for the pension funding plan during the 2022 regular Legislative session. MOSERS received that payment in July of 2022.

Deferred Compensation Match

Effective July 1, 2022, the State of Missouri reinstated the deferred compensation match program. The State of Missouri will match dollar for dollar contributions of at least \$25 a month up to a maximum of \$75 a month.

Universities:

On July 6, 2022, the Missouri State University issued \$13,590,000 of Series A bonds through a private placement with Capital One.

During the 2022-2023 winter break the Southeast Missouri State University experienced various degrees of flooding and water damage in several academic buildings and one residential building. The University immediately opened a claim with its property insurer and is tracking recovery costs.



***Required Supplementary Information (RSI)** includes the Budgetary Comparison Schedule for the General Fund and Major Special Revenue Funds, as well as the Budget to Generally Accepted Accounting Principles (GAAP) reconciliation, Schedule of Changes in Net Pension Liability and Related Ratios, Schedule of Proportionate Share of the Net Pension Liability, Schedule of State Contributions, Schedule of Changes in Total OPEB Liability and Related Ratios, Schedule of Changes in Net OPEB Liability and Related Ratios, Schedule of Proportionate Share of the Collective Net OPEB Liability, and the Notes to RSI on Budgetary Reporting.*

**STATE OF MISSOURI**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND, MAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	General Fund*			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Beginning Budgetary Fund Balance	\$ 4,829,636	\$ 4,829,636	\$ 4,829,636	\$ —
Resources (Inflows):				
Taxes:				
Sales and Use	2,248,760	2,509,768	2,744,473	234,705
Individual Income	8,170,876	9,119,247	9,972,049	852,802
Corporate Income	744,545	830,962	908,671	77,709
County Foreign Insurance	246,910	275,568	301,338	25,770
Beer	5,987	6,682	7,307	625
Liquor	27,519	30,713	33,585	2,872
Cigarette	—	—	—	—
Medical Marijuana	211	235	257	22
Reimbursement/Miscellaneous	114,926	128,265	140,260	11,995
Total Taxes	<u>11,559,734</u>	<u>12,901,440</u>	<u>14,107,940</u>	<u>1,206,500</u>
Licenses, Fees, and Permits	89,728	100,068	109,310	9,242
Sales	2,663	2,962	3,222	260
Leases and Rentals	4	5	5	—
Services	574,486	575,237	525,028	(50,209)
Contributions and Intergovernmental	18,586,458	18,770,714	17,413,562	(1,357,152)
Interest	27,280	30,350	33,038	2,688
Penalties and Unclaimed Property	13,392	14,307	14,636	329
Cost Reimbursement/Miscellaneous	1,406,321	1,424,783	1,329,649	(95,134)
Transfers In	5,166,292	5,478,789	3,404,647	(2,074,142)
Total Resources (Inflows)	<u>37,426,358</u>	<u>39,298,655</u>	<u>36,941,037</u>	<u>(2,357,618)</u>
Amount Available for Appropriation	<u>42,255,994</u>	<u>44,128,291</u>	<u>41,770,673</u>	<u>(2,357,618)</u>
Charges to Appropriations (Outflows):				
Current:				
General Government	2,760,116	2,874,732	2,078,331	796,401
Education	6,164,817	8,899,682	5,998,681	2,901,001
Natural and Economic Resources	1,089,472	1,090,282	594,555	495,727
Transportation and Law Enforcement	1,041,108	891,017	571,670	319,347
Human Services	16,843,327	18,763,630	15,760,000	3,003,630
Debt Service	117,345	118,122	89,742	28,380
Transfers Out	7,089,887	7,421,838	5,350,077	2,071,761
Total Charges to Appropriations	<u>35,106,072</u>	<u>40,059,303</u>	<u>30,443,056</u>	<u>9,616,247</u>
Ending Budgetary Fund Balance	<u>\$ 7,149,922</u>	<u>\$ 4,068,988</u>	<u>\$ 11,327,617</u>	<u>\$ 7,258,629</u>
Reconciling Items:				
Reclassifying Cash Equivalents as Investments			(7,267,776)	
Investments at Fair Value			6,976,831	
Receivables, Net			4,139,432	
Due from Other Funds			—	
Due from Component Units			—	
Inventories			101,545	
Advance to Component Units			—	
Accounts Payable			(1,756,834)	
Accrued Payroll			(64,358)	
Due to Other Funds			(5,167)	
Unearned Revenue			(2,666,566)	
Escheat/Unclaimed Property			(127,351)	
Deferred Inflows of Resources			(1,973,147)	
Fund Balance - GAAP Basis			<u>\$ 8,684,226</u>	

\*Restated



Public Education				Conservation and Environmental Protection			
Original Budget	Final Budget	Actual	Variance with Final Budget	Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 224,239	\$ 224,239	\$ 224,239	\$ —	\$ 800,329	\$ 800,329	\$ 800,329	\$ —
1,029,555	1,029,555	1,119,937	90,382	261,139	261,139	266,668	5,529
12,222	12,222	13,295	1,073	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
47,800	47,800	51,996	4,196	—	—	—	—
—	—	—	—	—	—	—	—
329,855	329,855	358,812	28,957	77	77	79	2
1,419,432	1,419,432	1,544,040	124,608	261,216	261,216	266,747	5,531
1,188	1,188	1,292	104	92,668	92,668	94,630	1,962
—	—	—	—	7,615	7,615	7,776	161
32	32	35	3	92	92	94	2
—	—	—	—	—	—	—	—
38,310	38,310	41,673	3,363	100,769	100,769	102,903	2,134
668	668	727	59	5,066	5,066	5,174	108
1,465	1,465	1,594	129	1,555	1,555	1,588	33
47,964	47,964	52,175	4,211	123,528	123,528	126,144	2,616
1,763,469	1,828,662	1,806,978	(21,684)	2,191	2,185	2,185	—
3,272,528	3,337,721	3,448,514	110,793	594,700	594,694	607,241	12,547
3,496,767	3,561,960	3,672,753	110,793	1,395,029	1,395,023	1,407,570	12,547
441	438	109	329	4,212	4,339	3,593	746
2,879,364	3,044,226	2,890,345	153,881	—	—	—	—
27,180	27,180	13,412	13,768	981,179	939,220	433,378	505,842
305	305	132	173	1,007	1,006	512	494
8,026	8,028	4,060	3,968	1,762	1,768	1,135	633
1	1	—	1	—	—	—	—
433,069	436,994	426,743	10,251	64,625	65,801	59,646	6,155
3,348,386	3,517,172	3,334,801	182,371	1,052,785	1,012,134	498,264	513,870
\$ 148,381	\$ 44,788	\$ 337,952	\$ 293,164	\$ 342,244	\$ 382,889	\$ 909,306	\$ 526,417
		(196,452)				(742,360)	
		190,694				700,046	
		178,624				1,518,810	
		43,490				—	
		—				—	
		—				219	
		—				—	
		(629)				(18,377)	
		(170)				(5,790)	
		—				(270)	
		—				(182)	
		—				—	
		(31,283)				(26,959)	
		\$ 522,226				\$ 2,334,443	

**STATE OF MISSOURI**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**  
**BUDGETARY REPORTING**  
**June 30, 2022**

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**Budgetary Presentation:**

A Budgetary Comparison Schedule is presented as Required Supplementary Information for the State's General Fund and Major Special Revenue Funds. Revenues and expenditures are reported on a budgetary basis where actual revenues are recognized when cash is received, and actual expenditures are recognized for cash disbursements. The accounting principles applied for reporting on a budgetary basis differ from those used to present the financial statements in accordance with GAAP. A reconciliation of the two for the fiscal year ended June 30, 2022, has been presented at the bottom of the Budgetary Comparison Schedule.

The budgetary expenditures are included in the current year's Appropriation Activity Report, which demonstrates legal compliance with the current year's budget. This report can be viewed at <https://acct.oa.mo.gov/reports/annual-reports/appropriation-activity-reports>. The original budget expenditures and transfers are for what was originally appropriated for each fund. The final budget expenditures and transfers takes into account any increases and decreases to appropriations during the fiscal year less the Governor's amounts reverted (withheld) for each fund less any reappropriations to the next fiscal year.

Once a year, the Office of Administration-Division of Budget and Planning receives budgeted revenues from state agencies for each of their funds as well as a revised revenue estimate in the spring for the State's General Revenue Fund. The revised revenue estimate is used in the final budget column for the General Fund and is very comparable to actual revenue resulting in a small negative variance on this Schedule.

In accordance with State statute, all state funds must have an appropriation before amounts can be expended or transferred to another state fund; therefore, variances between budgeted and actual expenditures and transfers out on the budgetary schedule will always be positive.

For budget purposes, interfund activity is not eliminated. A summary of interfund eliminations at June 30, 2022, is shown below (in thousands):

	Final Budget Transfer		Actual Transfer	
	In	Out	In	Out
GENERAL FUND	\$ 5,003,347	\$ (5,003,347)	\$ 3,134,177	\$ (3,134,177)
SPECIAL REVENUE FUNDS				
Public Education	404,172	(404,172)	394,467	(394,467)
TOTAL	<u>\$ 5,407,519</u>	<u>\$ (5,407,519)</u>	<u>\$ 3,528,644</u>	<u>\$ (3,528,644)</u>

**Budgetary Control:**

Budgetary control is maintained at the departmental level; each Department of the Missouri government formulates a budget to be submitted for approval by the General Assembly prior to the beginning of the fiscal year. These budgets are prepared essentially on the cash basis. The legislature reviews, revises, and legally adopts these budgets. The Governor then has the authority to approve or veto each budget, subject to legislative override.

Budgeted expenditures cannot exceed estimated revenues and other sources of funding, including beginning fund balances. In the event that actual revenues are insufficient to cover budgeted expenditures, the Governor must order budget reductions or call a special session of the legislature to address the issue.

Unexpended appropriations lapse at the end of each appropriation year, unless reappropriated to the following appropriation year.

**STATE OF MISSOURI**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS**  
**FISCAL YEARS 2015-2022**  
**(In Thousands of Dollars)**

	2022**	Judicial Plan* 2021**	2020**
<b>Total Pension Liability</b>			
Service Cost	\$ 12,872	\$ 13,120	\$ 13,574
Interest on the Total Pension Liability	42,005	42,459	41,711
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	(6,886)	(14,934)	979
Changes in Assumptions	(4,929)	6,341	5,024
Benefit Payments, including member refunds	(41,626)	(39,622)	(37,593)
Disability Premiums	—	—	—
Transfers to Other Retirement Systems	—	—	—
<b>Net Change in Total Pension Liability</b>	<b>1,436</b>	<b>7,364</b>	<b>23,695</b>
<b>Total Pension Liability - Beginning</b>	<b>624,848</b>	<b>617,484</b>	<b>593,789</b>
<b>Total Pension Liability - Ending (a)</b>	<b>626,284</b>	<b>624,848</b>	<b>617,484</b>
<b>Plan Fiduciary Net Position</b>			
Contributions - Employer	39,996	39,174	38,605
Contributions - Employee	1,448	1,314	1,138
Pension Plan Net Investment Income	44,050	8,163	6,056
Benefit Payments, including member refunds	(41,626)	(39,622)	(37,593)
Disability Premiums	—	—	—
Pension Plan Administrative Expense	(76)	(74)	(72)
Net Transfers	—	—	—
Other	—	—	—
<b>Net Change in Plan Fiduciary Net Position</b>	<b>43,792</b>	<b>8,955</b>	<b>8,134</b>
<b>Beginning*</b>	<b>167,289</b>	<b>158,334</b>	<b>150,200</b>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b>211,081</b>	<b>167,289</b>	<b>158,334</b>
<b>Net Pension Liability - Ending (a) - (b)</b>	<b>\$ 415,203</b>	<b>\$ 457,559</b>	<b>\$ 459,150</b>
 <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	 <b>33.70 %</b>	 <b>26.77 %</b>	 <b>25.64 %</b>
<b>Covered Payroll</b>	<b>\$ 63,096</b>	<b>\$ 61,321</b>	<b>\$ 60,594</b>
 <b>Net Pension Liability as a Percentage of Covered Payroll</b>	 <b>658.05 %</b>	 <b>746.18 %</b>	 <b>757.74 %</b>

\*After post-valuation adjustments.

\*\*Based on a measurement date and actuarial valuation as of the end of the preceding fiscal year. The measurement date is as of June 30, except University of Missouri Retirement System which is based on a measurement date of October 1.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

2019**	2018**	2017**	2016**	2015**
\$ 12,997	\$ 12,946	\$ 10,932	\$ 10,614	\$ 8,990
41,019	40,617	37,755	36,162	34,014
—	—	—	—	—
(1,320)	(10,687)	(5,037)	5,103	13,361
12,332	7,906	53,991	—	—
(35,657)	(33,985)	(32,989)	(31,246)	(29,407)
—	—	—	—	—
—	—	—	—	—
29,371	16,797	64,652	20,633	26,958
564,418	547,621	482,969	462,336	435,378
593,789	564,418	547,621	482,969	462,336
36,892	34,247	33,642	32,696	29,265
902	787	661	488	295
10,678	4,680	28	(3,610)	21,395
(35,657)	(33,985)	(32,989)	(31,246)	(29,407)
—	—	—	—	—
(181)	(150)	(137)	(123)	(106)
—	—	—	—	—
(69)	—	—	—	—
12,565	5,579	1,205	(1,795)	21,442
137,635	132,056	130,851	132,646	111,204
150,200	137,635	132,056	130,851	132,646
\$ 443,589	\$ 426,783	\$ 415,565	\$ 352,118	\$ 329,690
25.3 %	24.39 %	24.11 %	27.09 %	28.69 %
\$ 59,417	\$ 58,592	\$ 57,421	\$ 55,656	\$ 49,588
746.73 %	728.40 %	723.72 %	632.66 %	664.86 %

This Schedule is continued on pages 145-148.

Missouri Department of Transportation and Highway Patrol Employees' Retirement System			
	2022**	2021**	2020**
<b>Total Pension Liability</b>			
Service Cost	\$ 43,727	\$ 44,048	\$ 43,971
Interest on the Total Pension Liability	278,523	274,791	271,174
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	(26,472)	3,495	204
Changes in Assumptions	226,320	—	—
Benefit Payments, including member refunds	(266,719)	(263,507)	(256,091)
Disability Premiums	(1,601)	(1,641)	(1,616)
Transfers to Other Retirement Systems	(1,803)	(2,458)	(2,111)
<b>Net Change in Total Pension Liability</b>	251,975	54,728	55,531
<b>Total Pension Liability - Beginning</b>	4,092,098	4,037,370	3,981,839
<b>Total Pension Liability - Ending (a)</b>	4,344,073	4,092,098	4,037,370
<b>Plan Fiduciary Net Position</b>			
Contributions - Employer	208,213	210,872	210,167
Contributions - Employee	7,096	6,547	5,996
Pension Plan Net Investment Income	699,644	(10,668)	154,327
Benefit Payments, including member refunds	(266,719)	(263,507)	(256,091)
Disability Premiums	(1,601)	(1,641)	(1,616)
Pension Plan Administrative Expense	(4,585)	(4,291)	(4,373)
Net Transfers	277	1,026	322
Other	—	—	—
<b>Net Change in Plan Fiduciary Net Position</b>	642,325	(61,662)	108,732
<b>Plan Fiduciary Net Position - Beginning*</b>	2,361,600	2,423,262	2,314,530
<b>Plan Fiduciary Net Position - Ending (b)</b>	3,003,925	2,361,600	2,423,262
<b>Net Pension Liability - Ending (a) - (b)</b>	\$ 1,340,148	\$ 1,730,498	\$ 1,614,108
 <b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>			
	69.15 %	57.71 %	60.02 %
<b>Covered Payroll</b>	\$ 359,410	\$ 363,980	\$ 362,748
 <b>Net Pension Liability as a Percentage of Covered Payroll</b>			
	372.87 %	475.44 %	444.97 %

This Schedule is continued from page 144.

2019**	2018**	2017**	2016**	2015**
\$ 46,621	\$ 45,713	\$ 45,441	\$ 45,358	\$ 44,740
286,457	283,569	280,432	275,285	270,526
(7)	—	—	—	—
(37,173)	(37,287)	(39,810)	(13,324)	(17,614)
142,556	—	—	—	—
(254,634)	(246,939)	(236,687)	(237,013)	(227,977)
(1,602)	(1,620)	(1,568)	(1,555)	(1,532)
(2,823)	(2,725)	(1,921)	(3,147)	(1,876)
179,395	40,711	45,887	65,604	66,267
3,802,444	3,761,733	3,715,846	3,650,242	3,583,975
3,981,839	3,802,444	3,761,733	3,715,846	3,650,242
204,955	206,563	199,609	200,639	183,354
5,001	4,892	3,483	3,294	2,260
197,620	220,302	21,432	92,646	319,446
(254,634)	(246,939)	(236,687)	(237,013)	(227,977)
(1,602)	(1,620)	(1,568)	(1,555)	(1,532)
(4,693)	(4,516)	(4,370)	(4,067)	(3,736)
(956)	(981)	808	(2,033)	(92)
(936)	—	—	—	—
144,755	177,701	(17,293)	51,911	271,723
2,169,775	1,992,074	2,009,367	1,957,456	1,685,733
2,314,530	2,169,775	1,992,074	2,009,367	1,957,456
\$ 1,667,309	\$ 1,632,669	\$ 1,769,659	\$ 1,706,479	\$ 1,692,786
58.13 %	57.06 %	52.96 %	54.08 %	53.63 %
\$ 353,751	\$ 356,515	\$ 344,635	\$ 342,265	\$ 336,591
471.32 %	457.95 %	513.49 %	498.58 %	502.92 %

This Schedule is continued on pages 147-148.

	University of Missouri Retirement System		
	2022**	2021**	2020**
<b>Total Pension Liability</b>			
Service Cost	\$ 60,290	\$ 65,786	\$ 66,239
Interest on the Total Pension Liability	343,730	336,697	323,553
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	114,655	(10,821)	68,943
Changes in Assumptions	243,508	—	—
Benefit Payments, including member refunds	(292,357)	(283,941)	(265,991)
Disability Premiums	—	—	—
Transfers to Other Retirement Systems	—	—	—
<b>Net Change in Total Pension Liability</b>	469,826	107,721	192,744
<b>Total Pension Liability - Beginning</b>	4,872,088	4,764,367	4,571,623
<b>Total Pension Liability - Ending (a)</b>	5,341,914	4,872,088	4,764,367
<b>Plan Fiduciary Net Position</b>			
Contributions - Employer	114,999	115,006	118,234
Contributions - Employee	14,238	14,981	16,484
Pension Plan Net Investment Income	(107,876)	1,056,355	28,604
Benefit Payments, including member refunds	(292,357)	(283,941)	(265,991)
Disability Premiums	—	—	—
Pension Plan Administrative Expense	—	—	—
Net Transfers	—	—	—
Other	—	—	—
<b>Net Change in Plan Fiduciary Net Position</b>	(270,996)	902,401	(102,669)
<b>Plan Fiduciary Net Position - Beginning*</b>	4,557,145	3,654,744	3,757,413
<b>Plan Fiduciary Net Position - Ending (b)</b>	4,286,149	4,557,145	3,654,744
<b>Net Pension Liability - Ending (a) - (b)</b>	\$ 1,055,765	\$ 314,943	\$ 1,109,623
<b>Plan Fiduciary Net Position as a Percentage of Total Pension Liability</b>	80.24 %	93.54 %	76.71 %
<b>Covered Payroll</b>	\$ 1,025,644	\$ 1,116,123	\$ 1,227,342
<b>Net Pension Liability as a Percentage of Covered Payroll</b>	102.94 %	28.22 %	90.41 %

This Schedule is continued from page 146.

2019**	2018**	2017**	2016**	2015**
\$ 62,845	\$ 63,624	\$ 66,269	\$ 68,328	\$ 70,574
312,921	305,781	296,885	288,438	275,762
—	—	—	—	—
23,046	11,704	(22,741)	(38,227)	13,226
—	257,616	—	—	—
(241,020)	(233,083)	(211,036)	(203,300)	(182,488)
—	—	—	—	—
—	—	—	—	—
157,792	405,642	129,377	115,239	177,074
4,413,831	4,008,189	3,878,812	3,763,573	3,586,499
4,571,623	4,413,831	4,008,189	3,878,812	3,763,573
115,980	92,200	96,631	99,454	103,895
15,989	15,299	15,218	14,976	14,486
183,826	322,297	364,486	6,646	36,412
(241,020)	(233,083)	(211,036)	(203,300)	(182,488)
—	—	—	—	—
—	—	—	—	—
—	—	—	—	—
—	—	—	—	(2,150)
74,775	196,713	265,299	(82,224)	(29,845)
3,682,638	3,485,925	3,220,626	3,302,850	3,332,695
3,757,413	3,682,638	3,485,925	3,220,626	3,302,850
\$ 814,210	\$ 731,193	\$ 522,264	\$ 658,186	\$ 460,723
82.19 %	83.43 %	86.97 %	83.03 %	87.76 %
\$ 1,187,435	\$ 1,146,836	\$ 1,144,412	\$ 1,129,784	\$ 1,109,431
68.57 %	63.76 %	45.64 %	58.26 %	41.53 %



**STATE OF MISSOURI**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**  
**FISCAL YEARS 2015-2022**  
**(In Thousands of Dollars)**

	2022*	2021*	2020*
<b><u>Missouri State Employees' Plan</u></b>			
State's proportion of the net pension liability	84.15 %	83.44 %	83.27 %
State's proportionate share of the net pension liability	\$ 4,704,810	\$ 5,296,316	\$ 5,030,722
State's covered payroll	\$ 1,696,219	\$ 1,667,168	\$ 1,617,502
State's proportionate share of the net pension liability as a percentage of its covered payroll	277.37 %	317.68 %	311.02 %
Plan fiduciary net position as a percentage of the total pension liability	63.00 %	55.48 %	56.72 %
<b><u>Judicial Plan</u></b>			
State's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
State's proportionate share of the net pension liability	\$ 415,203	\$ 457,559	\$ 459,150
State's covered payroll	\$ 63,096	\$ 61,321	\$ 60,594
State's proportionate share of the net pension liability as a percentage of its covered payroll	658.05 %	746.18 %	757.74 %
Plan fiduciary net position as a percentage of the total pension liability	33.70 %	26.77 %	25.64 %
<b><u>Missouri Department of Transportation and Highway Patrol Employees' Retirement System</u></b>			
State's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
State's proportionate share of the net pension liability	\$ 1,340,148	\$ 1,730,498	\$ 1,614,108
State's covered payroll	\$ 359,410	\$ 363,980	\$ 362,748
State's proportionate share of the net pension liability as a percentage of its covered payroll	372.87 %	475.44 %	444.97 %
Plan fiduciary net position as a percentage of the total pension liability	69.15 %	57.71 %	60.02 %
<b><u>Missouri State Employees' Plan - Component Units</u></b>			
Component Unit's proportion of the net pension liability	15.52 %	16.24 %	16.40 %
Component Unit's proportionate share of the net pension liability	\$ 867,854	\$ 1,031,118	\$ 990,703
Component Unit's covered payroll	\$ 312,895	\$ 324,582	\$ 318,588
Component Unit's proportionate share of the net pension liability as a percentage of its covered payroll	277.37 %	317.68 %	310.97 %
Plan fiduciary net position as a percentage of the total pension liability	63.00 %	55.48 %	56.72 %
<b><u>University of Missouri Retirement System</u></b>			
University's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
University's proportionate share of the net pension liability	\$ 1,055,765	\$ 314,943	\$ 1,109,623
University's covered payroll	\$ 1,025,644	\$ 1,116,123	\$ 1,227,342
University's proportionate share of the net pension liability as a percentage of its covered payroll	102.94 %	28.22 %	90.41 %
Plan fiduciary net position as a percentage of the total pension liability	80.24 %	93.54 %	76.71 %

\*Based on a measurement date and actuarial valuation as of the end of the preceding fiscal year. The measurement date is as of June 30, except University of Missouri Retirement System which is based on a measurement date of October 1.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

	2019*		2018*		2017*		2016*		2015*
	82.84 %		82.19 %		82.21 %		82.26 %		82.45%
\$	4,620,928	\$	4,279,391	\$	3,816,328	\$	2,641,347	\$	1,944,098
\$	1,610,149	\$	1,617,463	\$	1,593,034	\$	1,593,238	\$	1,613,263
	286.99 %		264.57 %		239.56 %		165.78 %		120.51%
	59.02 %		60.41 %		63.60 %		72.62 %		79.49%
	100.00 %		100.00 %		100.00 %		100.00 %		100.00 %
\$	443,589	\$	426,783	\$	415,565	\$	352,118	\$	329,690
\$	59,417	\$	58,592	\$	57,421	\$	55,656	\$	49,588
	746.73 %		728.40 %		723.72 %		632.66 %		664.86 %
	25.30 %		24.39 %		24.11 %		27.09 %		28.69 %
	100.00 %		100.00 %		100.00 %		100.00 %		100.00 %
\$	1,667,309	\$	1,632,669	\$	1,769,659	\$	1,706,479	\$	1,692,786
\$	353,751	\$	356,515	\$	344,635	\$	342,265	\$	336,591
	471.32 %		457.95 %		513.49 %		498.58 %		502.92 %
	58.13 %		57.06 %		52.96 %		54.08 %		53.63 %
	16.82 %		17.44 %		17.41 %		17.38 %		17.19 %
\$	938,355	\$	908,000	\$	808,175	\$	557,955	\$	405,189
\$	326,943	\$	343,472	\$	337,401	\$	336,571	\$	325,490
	287.01 %		264.36 %		239.53 %		165.78 %		124.49 %
	59.02 %		60.41 %		63.60 %		72.62 %		79.49 %
	100.00 %		100.00 %		100.00 %		100.00 %		100.00 %
\$	814,210	\$	731,193	\$	522,264	\$	658,186	\$	460,723
\$	1,187,435	\$	1,146,836	\$	1,144,412	\$	1,129,784	\$	1,109,431
	68.57 %		63.76 %		45.64 %		58.26 %		41.53 %
	82.19 %		83.43 %		86.97 %		83.03 %		87.76 %

**STATE OF MISSOURI  
SCHEDULE OF STATE CONTRIBUTIONS  
PENSION  
FISCAL YEARS 2014-2022  
(In Thousands of Dollars)**

	2022	2021	2020
<b><u>Missouri State Employees' Plan</u></b>			
Required Contributions	\$ 392,186	\$ 388,097	\$ 362,950
Contributions in relation to the required contribution	\$ 392,186	\$ 388,097	\$ 362,950
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 1,668,182	\$ 1,696,219	\$ 1,667,168
Contributions as a percentage of covered payroll	23.51 %	22.88 %	21.77 %
<b><u>Judicial Plan</u></b>			
Required Contributions	\$ 39,268	\$ 39,990	\$ 39,123
Contributions in relation to the required contribution	\$ 39,268	\$ 39,990	\$ 39,123
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 63,398	\$ 63,096	\$ 61,321
Contributions as a percentage of covered payroll	61.94 %	63.38 %	63.80 %
<b><u>Missouri Department of Transportation and Highway Patrol Employees' Retirement System</u></b>			
Required Contributions	\$ 212,711	\$ 208,213	\$ 210,872
Contributions in relation to the required contribution	\$ 212,711	\$ 208,213	\$ 210,872
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 367,493	\$ 359,410	\$ 363,980
Contributions as a percentage of covered payroll	58.00 %	58.00 %	58.00 %
<b><u>Missouri State Employees' Plan - Component Units</u></b>			
Required Contributions	\$ 74,722	\$ 71,589	\$ 70,661
Contributions in relation to the required contribution	\$ 74,722	\$ 71,589	\$ 70,661
Contribution deficiency (excess)	\$ —	\$ —	\$ —
Component Unit's covered payroll	\$ 318,676	\$ 312,895	\$ 324,582
Contributions as a percentage of covered payroll	23.45 %	22.88 %	21.77 %
<b><u>University of Missouri Retirement System</u></b>			
Required Contributions	\$ 114,999	\$ 115,006	\$ 118,234
Contributions in relation to the required contribution	\$ 114,999	\$ 115,006	\$ 118,234
Contribution deficiency (excess)	\$ —	\$ —	\$ —
University's covered payroll	\$ 1,025,644	\$ 1,116,123	\$ 1,227,342
Contributions as a percentage of covered payroll	11.21 %	10.30 %	9.63 %

\*After post-valuation adjustments.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

**Notes to the Schedule:**

**Changes of benefit terms.** There were no changes in benefit terms during the fiscal year ended June 30, 2021.

**Changes of assumptions.**

For MOSERS: Changes in assumptions since the prior year were: the UAAL changed due to actuarial gains/losses; changes in salary to partially reflect observed experience for MSEP and flat 3% for Judicial; the retiree mortality changed to 104% of the Pub-2010 General Members Below Median Table set back 2 years for males and 1 year forward for females, future generational mortality improvement for MSEP is reflected by using 100% of Scale MP-2020 through 2020 and 75% of Scale MP-2020 for years after 2020; the retirement assumption now have separate tables for MSEP, MSEP 2000 and MSEP 2011, rates are now unisex for Judicial; the termination assumption is now a single table and rates are now unisex for MSEP and for Judicial it is flat 2.0%; the disability assumption was adjusted for MSEP and eliminated for Judicial; the percentage of members, assumed to be married decreased to 50% for pre-retirement death benefits and to 65% upon retirement for MSEP, and increased to 90% for Judicial; the military service purchase assumptions was reduced to 3 months for MSEP and MSEP 2000 members; and adjustments made to the loads for estimating the cost of the immediate unreduced survivor annuity payable to a beneficiary for MSEP.

For MPERS: The Board reduced the investment rate of return assumption used in the June 30, 2021 valuation to 6.50%.

For MU: The investment rate of return assumption used in October 1, 2021 actuarial valuation was reduced to 7.00%.

2019*	2018	2017	2016	2015	2014
\$ 326,951	\$ 313,167	\$ 274,510	\$ 270,198	\$ 270,220	\$ 269,106
\$ 326,951	\$ 313,167	\$ 274,510	\$ 270,198	\$ 270,220	\$ 269,106
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 1,617,502	\$ 1,610,149	\$ 1,617,463	\$ 1,593,034	\$ 1,593,238	\$ 1,613,263
20.21 %	19.45 %	16.97 %	16.96 %	16.96 %	16.68 %
\$ 38,555	\$ 36,895	\$ 32,671	\$ 33,642	\$ 32,696	\$ 29,265
\$ 38,555	\$ 36,895	\$ 34,247	\$ 33,642	\$ 32,696	\$ 29,265
\$ —	\$ —	\$ (1,576)	\$ —	\$ —	\$ —
\$ 60,594	\$ 59,417	\$ 58,592	\$ 57,421	\$ 55,656	\$ 49,588
63.63 %	62.10 %	58.45 %	58.59 %	58.70 %	59.02 %
\$ 210,167	\$ 204,955	\$ 206,563	\$ 199,609	\$ 200,639	\$ 183,354
\$ 210,167	\$ 204,955	\$ 206,563	\$ 199,609	\$ 200,639	\$ 183,354
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 362,748	\$ 353,751	\$ 356,515	\$ 344,635	\$ 342,265	\$ 336,591
58.00 %	58.00 %	58.00 %	58.00 %	58.62 %	54.44 %
\$ 64,387	\$ 63,533	\$ 58,246	\$ 57,219	\$ 57,081	\$ 56,087
\$ 64,387	\$ 63,533	\$ 58,246	\$ 57,219	\$ 57,081	\$ 56,087
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 318,588	\$ 326,631	\$ 343,472	\$ 337,401	\$ 336,571	\$ 325,490
20.21 %	19.45 %	16.96 %	16.96 %	16.96 %	17.23 %
\$ 115,980	\$ 92,200	\$ 96,631	\$ 99,454	\$ 103,895	\$ 113,688
\$ 115,980	\$ 92,200	\$ 96,631	\$ 99,454	\$ 103,895	\$ 113,688
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 1,187,435	\$ 1,146,836	\$ 1,144,412	\$ 1,129,784	\$ 1,109,431	\$ 1,078,347
9.77 %	8.04 %	8.44 %	8.80 %	9.36 %	10.54 %

**STATE OF MISSOURI**  
**SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS**  
**FISCAL YEARS 2018-2022**  
**(In Thousands of Dollars)**

	Missouri Department of Transportation and Highway Patrol Medical and Life Insurance Plan				
	2022*	2021	2020	2019	2018
<b>Total OPEB Liability</b>					
Service Cost	\$ 44,538	\$ 29,743	\$ 38,514	\$ 40,070	\$ 49,483
Interest	30,682	37,990	44,435	39,737	35,941
Differences Between Expected and Actual Experience	(28,165)	(3,176)	(52,465)	(1,907)	—
Effect of economic/demographic gains or losses	—	—	—	—	—
Changes of Assumptions or Other Inputs	(13,734)	250,439	(63,896)	(54,900)	(165,036)
Benefit Payments	(23,838)	(23,661)	(23,638)	(23,024)	(21,185)
<b>Net Change in Total OPEB Liability</b>	<b>9,483</b>	<b>291,335</b>	<b>(57,050)</b>	<b>(24)</b>	<b>(100,797)</b>
<b>Total OPEB Liability - Beginning</b>	<b>1,355,660</b>	<b>1,064,325</b>	<b>1,121,375</b>	<b>1,121,399</b>	<b>1,222,196</b>
<b>Total OPEB Liability - Ending (a)</b>	<b>\$1,365,143</b>	<b>\$1,355,660</b>	<b>\$1,064,325</b>	<b>\$1,121,375</b>	<b>\$1,121,399</b>
<b>Covered-Employee Payroll</b>	<b>\$ 366,059</b>	<b>\$ 364,987</b>	<b>\$ 364,538</b>	<b>\$ 355,588</b>	<b>\$ 355,663</b>
<b>Total OPEB Liability as a Percentage of Covered-Employee Payroll</b>	<b>372.93%</b>	<b>371.43%</b>	<b>291.97%</b>	<b>315.36%</b>	<b>315.30%</b>

\*Based on an actuarial valuation date of July 1, 2021 and measurement date of the preceding fiscal year as of July 1.

\*\*Based on an actuarial valuation date of June 30, 2021, and a measurement date of the current fiscal year as of June 30.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

Conservation Employees' Benefits Plan				
2022**	2021	2020	2019	2018
\$ 4,031	\$ 4,029	\$ 2,501	\$ 2,926	\$ 3,109
3,411	3,363	5,276	5,264	4,975
—	—	—	—	—
(5,674)	—	(36,969)	—	—
(31,215)	1,514	32,152	10,144	(7,665)
(3,128)	(3,171)	(2,961)	(3,375)	(3,006)
(32,575)	5,735	(1)	14,959	(2,587)
155,450	149,715	149,716	134,757	137,344
<u>\$ 122,875</u>	<u>\$ 155,450</u>	<u>\$ 149,715</u>	<u>\$ 149,716</u>	<u>\$ 134,757</u>
\$ 66,717	\$ 55,700	\$ 56,800	\$ 62,766	\$ 62,235
184.17 %	279.08 %	263.58 %	238.53 %	216.53 %

**STATE OF MISSOURI**  
**SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS**  
**FISCAL YEARS 2018-2022**  
**(In Thousands of Dollars)**

	University of Missouri OPEB Plan				
	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>					
Service Cost	\$ 4,380	\$ 5,115	\$ 4,019	\$ 4,124	\$ 4,991
Interest on the Total OPEB Liability	5,399	8,905	17,004	18,248	17,434
Differences between Expected and Actual Experience	(1,786)	(14,091)	(4,425)	31,459	—
Changes in Assumptions	(46,087)	(135,163)	(81,032)	(17,565)	(18,998)
Benefit Payments, including member refunds	(15,512)	(18,438)	(20,652)	(23,206)	(22,828)
<b>Net Change in Total OPEB Liability</b>	(53,606)	(153,672)	(85,086)	13,060	(19,401)
<b>Total OPEB Liability - Beginning</b>	253,308	406,980	492,066	479,006	498,407
<b>Total OPEB Liability - Ending (a)</b>	199,702	253,308	406,980	492,066	479,006
<b>Plan Fiduciary Net Position</b>					
Contributions - Employer	15,846	18,551	20,672	23,363	18,590
Contributions - Employee	17,325	18,296	17,763	17,378	16,480
Net Investment Income	98	12	920	1,469	790
Benefit Payments, including refunds of employee contributions	(32,838)	(36,734)	(38,413)	(40,584)	(35,031)
Other	—	—	(2)	(1)	(172)
<b>Net Change in Plan Fiduciary Net Position</b>	431	125	940	1,625	657
<b>Plan Fiduciary Net Position - Beginning</b>	39,491	39,366	38,426	36,801	36,144
<b>Plan Fiduciary Net Position - Ending (b)</b>	39,922	39,491	39,366	38,426	36,801
<b>Net OPEB Liability - Ending (a) - (b)</b>	<u>\$ 159,780</u>	<u>\$ 213,817</u>	<u>\$ 367,614</u>	<u>\$ 453,640</u>	<u>\$ 442,205</u>
<b>Plan Fiduciary Net Position as a Percentage of Total OPEB Liability</b>	19.99 %	15.59 %	9.67 %	7.81 %	7.68 %
<b>Covered-Employee Payroll</b>	\$ 554,957	\$ 574,498	\$ 612,694	\$ 677,089	\$ 721,517
<b>Net OPEB Liability as a Percentage of Covered-Employee Payroll</b>	28.76 %	37.22 %	60.00 %	67.00 %	61.29 %

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

**STATE OF MISSOURI**  
**SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY**  
**FISCAL YEARS 2018-2022**  
**(In Thousands of Dollars)**

	2022*	2021*	2020*	2019*	2018
<b>Missouri Consolidated Health Care Plan</b>					
State's proportion of the collective net OPEB liability	99.61 %	99.61 %	99.61 %	99.59 %	99.56 %
State's proportionate share of the collective net OPEB liability	\$1,699,030	\$1,774,156	\$1,761,801	\$1,745,034	\$1,756,787
State's covered payroll	\$1,717,699	\$1,594,758	\$1,605,629	\$1,597,814	\$1,480,735
State's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	98.91 %	111.25 %	109.73 %	109.21 %	118.64 %
Plan fiduciary net position as a percentage of the total OPEB liability	10.14 %	8.24 %	7.31 %	6.90 %	6.64 %
<b>Missouri Consolidated Health Care Plan - CU</b>					
Component Unit's proportion of the collective net OPEB liability	0.04 %	0.04 %	0.04 %	0.05 %	0.03 %
Component Unit's proportionate share of the collective net OPEB liability	\$ 749	\$ 784	\$ 746	\$ 825	\$ 484
Component Unit's covered payroll	\$ 757	\$ 704	\$ 680	\$ 756	\$ 176
Component Unit's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	98.94 %	111.36 %	109.71 %	109.13 %	275.00 %
Plan fiduciary net position as a percentage of the total OPEB liability	10.14 %	8.24 %	7.31 %	6.90 %	6.64 %

\*Based on a measurement date of the preceding fiscal year and actuarial valuation as of the July 1, 2020.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

**Notes to the Schedules:**

Neither MHPML or CEIP have assets that are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

**Changes of benefit terms.** There were no changes in benefit terms.

**Changes of assumptions.**

For MCHCP: The discount rate changed from 4.38% to 4.50%, in the July 1, 2021 valuation.

For CEIP: The discount rate changed from 2.16% to 3.54% in the June 30, 2021 valuation.

MHPML: The discount rate changed from 2.21% to 2.16% in the July 1, 2021 valuation.

For MU: Claims and trends for all plans were revised to reflect future expectations. Also, the discount rate used for the valuations was changed from 2.21% to 2.16% in the June 30, 2022 valuation.





***Supplementary Information** includes the Budgetary Comparison Schedule and Reconciliation for the Major Capital Projects Fund (Missouri Road Fund), as well as the Combining and Individual Fund Statements for the General Fund and all Non-Major Funds.*

**STATE OF MISSOURI**  
**SUPPLEMENTARY INFORMATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**MAJOR CAPITAL PROJECTS FUND**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri Road Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Beginning Budgetary Fund Balance	\$ 1,190,401	\$ 1,190,401	\$ 1,190,401	\$ —
Resources (Inflows):				
Taxes:				
Vehicle Sales and Use	180,315	180,315	197,164	16,849
Fuel	112	112	136	24
Total Taxes	180,427	180,427	197,300	16,873
Licenses, Fees, and Permits	87,368	87,368	114,901	27,533
Contributions and				
Intergovernmental	1,183,826	1,183,826	907,839	(275,987)
Interest	4,437	4,437	5,415	978
Cost Reimbursement/Miscellaneous	189,352	189,352	81,600	(107,752)
Bond Sale Proceeds	100,000	100,000	100,000	—
Transfers In	556,628	556,628	547,656	(8,972)
Total Resources (Inflows)	2,302,038	2,302,038	1,954,711	(347,327)
Amount Available for Appropriation	3,492,439	3,492,439	3,145,112	(347,327)
Charges to Appropriations (Outflows):				
Current:				
Transportation and Law				
Enforcement	1,172,701	1,172,701	870,064	302,637
Capital Outlay				
Transportation and Law				
Enforcement	1,350,563	1,350,563	1,002,030	348,533
Debt Service	137,121	137,121	101,735	35,386
Total Charges to Appropriations	2,660,385	2,660,385	1,973,829	686,556
Ending Budgetary Fund Balance	\$ 832,054	\$ 832,054	\$ 1,171,283	\$ 339,229
Reconciling Items:				
Reclassifying Cash Equivalents as Investments			(888,666)	
Investments at Fair Value			936,132	
Receivables, Net			134,622	
Inventories			46,354	
Prepaid Items			495	
Accounts Payable			(122,098)	
Accrued Payroll			(17,871)	
Due to Other Funds			(356)	
Unearned Revenue			(117,169)	
Deferred Inflows of Resources			(12,845)	
Fund Balance - GAAP Basis			\$ 1,129,881	



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## *The Combining and Individual Fund Statements*

### **Major Funds**

**General Fund** - Accounts for all current financial resources not required by law or administrative action to be accounted for in another fund.

### **Non-Major Funds**

This includes all non-major governmental and enterprise funds, as well as the non-major component units. It also includes all internal service and fiduciary funds because the “major fund” classification, created under GASB Statement 34, does not apply to these funds.

A budgetary comparison statement is provided for all non-major governmental funds.

**STATE OF MISSOURI  
BALANCE SHEET  
GENERAL FUND  
June 30, 2022  
(In Thousands of Dollars)**

	General Fund		Totals
	General	Federal	June 30, 2022
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 2,277,182	\$ 1,782,659	\$ 4,059,841
Investments	3,864,728	3,112,103	6,976,831
Receivables, Net	2,878,974	1,260,458	4,139,432
Inventories	25,934	75,611	101,545
Total Assets	<u>\$ 9,046,818</u>	<u>\$ 6,230,831</u>	<u>\$ 15,277,649</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 769,820	\$ 987,014	\$ 1,756,834
Accrued Payroll	48,526	15,832	64,358
Due to Other Funds	2,319	2,848	5,167
Unearned Revenue	777	2,665,789	2,666,566
Escheat/Unclaimed Property	127,351	—	127,351
Total Liabilities	<u>948,793</u>	<u>3,671,483</u>	<u>4,620,276</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>1,920,515</u>	<u>52,632</u>	<u>1,973,147</u>
<b>FUND BALANCES</b>			
Nonspendable	85,668	75,611	161,279
Restricted	8,664	990,527	999,191
Committed	760,316	—	760,316
Assigned	207,622	—	207,622
Unassigned	5,115,240	1,440,578	6,555,818
Total Fund Balances	<u>6,177,510</u>	<u>2,506,716</u>	<u>8,684,226</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,046,818</u>	<u>\$ 6,230,831</u>	<u>\$ 15,277,649</u>

**STATE OF MISSOURI**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**GENERAL FUND**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	General Fund			Totals
	General	Federal	Eliminations	June 30, 2022
<b>Revenues:</b>				
Taxes	\$ 12,981,480	\$ —	\$ —	\$ 12,981,480
Licenses, Fees, and Permits	109,622	581	—	110,203
Sales	3,080	27	—	3,107
Leases and Rentals	9	—	—	9
Services	4,736	129,437	—	134,173
Contributions and Intergovernmental	1,923,812	14,708,507	—	16,632,319
Investment Earnings:				
Net Increase (Decrease) in the Fair Value of Investments	(166,367)	(142,970)	—	(309,337)
Interest	40,211	575	—	40,786
Penalties and Unclaimed Properties	62,617	5,015	—	67,632
Cost Reimbursement/Miscellaneous	163,281	160,545	—	323,826
Total Revenues	15,122,481	14,861,717	—	29,984,198
<b>Expenditures:</b>				
Current:				
General Government	716,453	74,693	—	791,146
Education	3,545,167	2,609,606	—	6,154,773
Natural and Economic Resources	56,154	576,232	—	632,386
Transportation and Law Enforcement	115,636	368,968	—	484,604
Human Services	6,444,825	10,121,655	—	16,566,480
Debt Service:				
Principal	73,857	5,595	—	79,452
Interest	23,969	493	—	24,462
Total Expenditures	10,976,061	13,757,242	—	24,733,303
Excess Revenues (Expenditures)	4,146,420	1,104,475	—	5,250,895
<b>Other Financing Sources (Uses):</b>				
Issuance of Notes/Leases/Financed Purchases	10,133	5,142	—	15,275
Sale of Capital Assets	—	182	—	182
Transfers In	238,310	155,230	(345,377)	48,163
Transfers Out	(1,461,240)	(202,787)	345,377	(1,318,650)
Total Other Financing Sources (Uses)	(1,212,797)	(42,233)	—	(1,255,030)
Net Change in Fund Balances	2,933,623	1,062,242	—	3,995,865
Fund Balances - Beginning	3,240,865	1,456,434	—	4,697,299
Increase (Decrease) in Reserve for Inventory	3,022	(11,960)	—	(8,938)
Fund Balances - Ending	\$ 6,177,510	\$ 2,506,716	\$ —	\$ 8,684,226

**STATE OF MISSOURI**  
**COMBINING BALANCE SHEET**  
**NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals June 30, 2022
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 353,289	\$ 15,600	\$ 1,048	\$ 5,378	\$ 375,315
Investments	624,116	92,052	10,410	61,785	788,363
Receivables, Net	195,182	18,798	28	1	214,009
Due from Other Funds	777	—	—	—	777
Inventories	6,037	—	—	—	6,037
Total Assets	<u>\$ 1,179,401</u>	<u>\$ 126,450</u>	<u>\$ 11,486</u>	<u>\$ 67,164</u>	<u>\$ 1,384,501</u>
<b>LIABILITIES</b>					
Accounts Payable	\$ 57,014	\$ —	\$ 535	\$ —	\$ 57,549
Accrued Payroll	15,061	—	—	—	15,061
Due to Other Funds	984	—	—	—	984
Unearned Revenue	145	—	—	—	145
Total Liabilities	<u>73,204</u>	<u>—</u>	<u>535</u>	<u>—</u>	<u>73,739</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>9,481</u>	<u>23</u>	<u>14</u>	<u>—</u>	<u>9,518</u>
<b>FUND BALANCES</b>					
Nonspendable	6,037	—	—	67,054	73,091
Restricted	323,469	126,427	10,937	—	460,833
Committed	423,317	—	—	—	423,317
Assigned	343,893	—	—	110	344,003
Total Fund Balances	<u>1,096,716</u>	<u>126,427</u>	<u>10,937</u>	<u>67,164</u>	<u>1,301,244</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,179,401</u>	<u>\$ 126,450</u>	<u>\$ 11,486</u>	<u>\$ 67,164</u>	<u>\$ 1,384,501</u>

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals June 30, 2022
<b>Revenues:</b>					
Taxes	\$ 1,003,172	\$ 202,685	\$ —	\$ —	\$ 1,205,857
Licenses, Fees, and Permits	443,554	—	—	—	443,554
Sales	4,846	—	—	—	4,846
Leases and Rentals	1	—	—	—	1
Services	13,483	—	—	—	13,483
Contributions and Intergovernmental	369,085	7,078	—	—	376,163
Investment Earnings:					
Net Increase (Decrease) in the Fair Value of Investments	(28,131)	(5,929)	(628)	(650)	(35,338)
Interest	1,665	1,238	117	2	3,022
Penalties and Unclaimed Properties	3,988	—	—	2,764	6,752
Cost Reimbursement/Miscellaneous	60,402	—	334	—	60,736
Total Revenues	<u>1,872,065</u>	<u>205,072</u>	<u>(177)</u>	<u>2,116</u>	<u>2,079,076</u>
<b>Expenditures:</b>					
Current:					
General Government	388,041	—	3	—	388,044
Education	3,063	—	37	—	3,100
Natural and Economic Resources	243,428	—	9	—	243,437
Transportation and Law Enforcement	415,597	5	—	—	415,602
Human Services	586,283	—	5	—	586,288
Capital Outlay:					
General Government	—	—	9,764	—	9,764
Natural and Economic Resources	—	—	527	—	527
Human Services	—	—	2,735	—	2,735
Debt Service:					
Principal	2,926	176,835	—	—	179,761
Interest	1,201	54,881	—	—	56,082
Total Expenditures	<u>1,640,539</u>	<u>231,721</u>	<u>13,080</u>	<u>—</u>	<u>1,885,340</u>
Excess Revenues (Expenditures)	<u>231,526</u>	<u>(26,649)</u>	<u>(13,257)</u>	<u>2,116</u>	<u>193,736</u>
<b>Other Financing Sources (Uses):</b>					
Issuance of Notes/Leases/Financed Purchases	2,973	—	—	—	2,973
Proceeds from Sale of Capital Assets	9,714	—	—	—	9,714
Transfers In	245,874	24,501	—	—	270,375
Transfers Out	(526,154)	—	—	—	(526,154)
Total Other Financing Sources (Uses)	<u>(267,593)</u>	<u>24,501</u>	<u>—</u>	<u>—</u>	<u>(243,092)</u>
Net Change in Fund Balances	(36,067)	(2,148)	(13,257)	2,116	(49,356)
Fund Balances - Beginning	1,134,614	128,575	24,194	65,048	1,352,431
Increase (Decrease) in Reserve for Inventory	(1,831)	—	—	—	(1,831)
Fund Balances - Ending	<u>\$ 1,096,716</u>	<u>\$ 126,427</u>	<u>\$ 10,937</u>	<u>\$ 67,164</u>	<u>\$ 1,301,244</u>



*The **Special Revenue Funds** account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The State has numerous individual Special Revenue Funds. Therefore, the funds have been combined into specific functional areas.*



### **Non-Major Special Revenue Funds:**

**Professional Registration** - Provides for the control and regulation of various professions. Each profession has its own fund to account for its operation.

**Judicial Protection and Assistance** - Provides for protection of public employees by the Attorney General's Office, conviction of criminal offenders by prosecuting attorneys and assistance to victims of criminal offenses.

**Agriculture and State Fair** - Provides for inspections of products, market development, and awards for competition at the State Fair.

**Social Assistance** - Provides financial, health, and other services to qualifying individuals.

**Transportation and Law Enforcement** - Provides transportation services, road construction and maintenance, and the enforcement of vehicle laws and traffic safety.

**Unemployment and Workers' Compensation** - Provides for the administration of these laws and benefits to workers who qualify for workers' compensation.

**Reimbursements and Other** - Provides various reimbursements of costs to other governments and various regulatory commissions not included in other functional areas.

**STATE OF MISSOURI  
COMBINING BALANCE SHEET  
NON-MAJOR SPECIAL REVENUE FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	Professional Registration	Judicial Protection and Assistance	Agriculture and State Fair	Social Assistance	Transportation and Law Enforcement	Unemployment and Workers' Compensation	Reimbursements and Other	Totals June 30, 2022
<b>ASSETS</b>								
Cash and Cash								
Equivalents	\$ 16,564	\$ 137,885	\$ 7,709	\$ 62,882	\$ 58,650	\$ 29,395	\$ 40,204	\$ 353,289
Investments	28,978	241,207	12,660	109,836	109,794	51,417	70,224	624,116
Receivables, Net	—	1,204	846	12,676	155,124	21,974	3,358	195,182
Due from Other Funds	—	—	—	—	—	777	—	777
Inventories	26	8	19	1,195	4,585	—	204	6,037
Total Assets	<u>\$ 45,568</u>	<u>\$ 380,304</u>	<u>\$ 21,234</u>	<u>\$ 186,589</u>	<u>\$ 328,153</u>	<u>\$ 103,563</u>	<u>\$ 113,990</u>	<u>\$1,179,401</u>
<b>LIABILITIES</b>								
Accounts Payable	\$ 263	\$ 618	\$ 124	\$ 38,125	\$ 9,001	\$ 2,816	\$ 6,067	\$ 57,014
Accrued Payroll	257	460	319	2,617	8,152	468	2,788	15,061
Due to Other Funds	30	364	25	114	309	55	87	984
Unearned Revenue	—	—	—	145	—	—	—	145
Total Liabilities	<u>550</u>	<u>1,442</u>	<u>468</u>	<u>41,001</u>	<u>17,462</u>	<u>3,339</u>	<u>8,942</u>	<u>73,204</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
	<u>—</u>	<u>80</u>	<u>15</u>	<u>2,751</u>	<u>4,355</u>	<u>953</u>	<u>1,327</u>	<u>9,481</u>
<b>FUND BALANCES</b>								
Nonspendable	26	8	19	1,195	4,585	—	204	6,037
Restricted	—	18,784	11,353	81,962	43,803	99,271	68,296	323,469
Committed	13,688	349,482	346	47,331	564	—	11,906	423,317
Assigned	31,304	10,508	9,033	12,349	257,384	—	23,315	343,893
Total Fund Balances	<u>45,018</u>	<u>378,782</u>	<u>20,751</u>	<u>142,837</u>	<u>306,336</u>	<u>99,271</u>	<u>103,721</u>	<u>1,096,716</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 45,568</u>	<u>\$ 380,304</u>	<u>\$ 21,234</u>	<u>\$ 186,589</u>	<u>\$ 328,153</u>	<u>\$ 103,563</u>	<u>\$ 113,990</u>	<u>\$1,179,401</u>

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Professional Registration	Judicial Protection and Assistance	Agriculture and State Fair	Social Assistance	Transportation and Law Enforcement	Unemployment and Workers' Compensation	Reimbursements and Other	Totals June 30, 2022
<b>Revenues:</b>								
Taxes	\$ 358	\$ —	\$ 4,417	\$ 87,871	\$ 805,948	\$ 104,369	\$ 209	\$ 1,003,172
Licenses, Fees, and Permits	19,800	29,349	13,718	32,431	235,210	—	113,046	443,554
Sales	—	1	2,840	1,333	—	—	672	4,846
Leases and Rentals	—	—	—	—	—	—	1	1
Services	—	853	—	12,613	—	—	17	13,483
Contributions and Intergovernmental	—	637	20	366,532	98	—	1,798	369,085
Investment Earnings:								
Net Increase (Decrease) in the Fair Value of Investments	(1,266)	(10,328)	(613)	(4,870)	(5,662)	(2,289)	(3,103)	(28,131)
Interest	—	63	83	505	382	277	355	1,665
Penalties and Unclaimed Properties	231	595	2	593	628	—	1,939	3,988
Cost Reimbursement/Miscellaneous	128	1,266	135	36,008	1,002	698	21,165	60,402
Total Revenues	19,251	22,436	20,602	533,016	1,037,606	103,055	136,099	1,872,065
<b>Expenditures:</b>								
Current:								
General Government	164	140,250	241	2,216	226,773	5,394	13,003	388,041
Education	94	—	—	997	—	1,472	500	3,063
Natural and Economic Resources	21,485	7	19,582	4,456	—	88,485	109,413	243,428
Transportation and Law Enforcement	—	20,087	—	82,700	266,295	—	46,515	415,597
Human Services	—	441	—	582,126	—	—	3,716	586,283
Debt Service:								
Principal	—	20	34	62	1,635	309	866	2,926
Interest	—	7	11	7	923	42	211	1,201
Total Expenditures	21,743	160,812	19,868	672,564	495,626	95,702	174,224	1,640,539
Excess Revenues (Expenditures)	(2,492)	(138,376)	734	(139,548)	541,980	7,353	(38,125)	231,526
<b>Other Financing Sources (Uses):</b>								
Issuance of Notes/Leases/Financed Purchases	—	—	137	222	906	428	1,280	2,973
Proceeds from Sale of Capital Assets	—	41	91	33	9,460	—	89	9,714
Transfers In	20	3,619	27	170,789	642	8,231	62,546	245,874
Transfers Out	(317)	(8)	—	(13,906)	(502,784)	—	(9,139)	(526,154)
Total Other Financing Sources (Uses)	(297)	3,652	255	157,138	(491,776)	8,659	54,776	(267,593)
Net Change in Fund Balances	(2,789)	(134,724)	989	17,590	50,204	16,012	16,651	(36,067)
Fund Balances - Beginning	47,807	513,506	19,761	125,002	258,146	83,259	87,133	1,134,614
Increase (Decrease) in Reserve for Inventory	—	—	1	245	(2,014)	—	(63)	(1,831)
Fund Balances - Ending	\$ 45,018	\$ 378,782	\$ 20,751	\$ 142,837	\$ 306,336	\$ 99,271	\$ 103,721	\$ 1,096,716

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**NON-MAJOR SPECIAL REVENUE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Professional Registration			Judicial Protection and Assistance		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Taxes:						
Sales and Use	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Cigarette	—	—	—	—	—	—
Fuel	—	—	—	—	—	—
County Foreign Insurance	—	—	—	—	—	—
Liquor/Wine	—	—	—	—	—	—
Medical Marijuana	—	—	—	—	—	—
Reimbursement/Miscellaneous	336	358	22	—	—	—
Total Taxes	336	358	22	—	—	—
Licenses, Fees, and Permits	18,611	19,806	1,195	32,708	29,404	(3,304)
Sales	—	—	—	2	2	—
Leases and Rentals	—	—	—	—	—	—
Services	—	—	—	987	887	(100)
Contributions and Intergovernmental	—	—	—	2,658	2,390	(268)
Interest	—	—	—	60	54	(6)
Penalties and Unclaimed Property	217	231	14	782	702	(80)
Cost Reimbursement/ Miscellaneous	123	131	8	1,416	1,273	(143)
Total Revenues	19,287	20,526	1,239	38,613	34,712	(3,901)
<b>Expenditures:</b>						
Current:						
General Government	50	5	45	147,329	138,664	8,665
Education	151	92	59	—	—	—
Natural and Economic Resources	13,327	9,746	3,581	3,785	7	3,778
Transportation and Law Enforcement	—	—	—	36,354	21,061	15,293
Human Services	—	—	—	788	241	547
Debt Service:	—	—	—	—	—	—
Total Expenditures	13,528	9,843	3,685	188,256	159,973	28,283
Excess Revenues (Expenditures)	5,759	10,683	4,924	(149,643)	(125,261)	24,382
<b>Other Financing Sources (Uses):</b>						
Transfers In	320	20	(300)	131,052	128,795	(2,257)
Transfers Out	(15,248)	(12,170)	3,078	(130,285)	(127,550)	2,735
Total Other Financing Sources (Uses)	(14,928)	(12,150)	2,778	767	1,245	478
Net Change in Fund Balances	(9,169)	(1,467)	7,702	(148,876)	(124,016)	24,860
Fund Balances - Beginning	48,365	48,365	—	514,397	514,397	—
Fund Balances - Ending	\$ 39,196	\$ 46,898	\$ 7,702	\$ 365,521	\$ 390,381	\$ 24,860
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(30,334)			(252,496)	
Investments at Fair Value		28,978			241,207	
Receivables, Net		—			1,204	
Due from Other Funds		—			—	
Inventories		26			8	
Accounts Payable		(263)			(618)	
Accrued Payroll		(257)			(460)	
Due to Other Funds		(30)			(364)	
Unearned Revenue		—			—	
Deferred Inflows of Resources		—			(80)	
Fund Balance per GAAP		\$ 45,018			\$ 378,782	

\*Restated due to the reclassification of Missouri Veterans' Homes as a special revenue fund.

Agriculture and State Fair			Social Assistance*		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	49,899	44,115	(5,784)
—	—	—	—	—	—
—	—	—	—	—	—
4,620	4,501	(119)	—	—	—
—	—	—	12,894	11,399	(1,495)
15	15	—	63,849	56,447	(7,402)
4,635	4,516	(119)	126,642	111,961	(14,681)
13,815	13,461	(354)	36,887	32,611	(4,276)
—	—	—	1,508	1,333	(175)
—	—	—	—	—	—
—	—	—	14,824	13,106	(1,718)
70	68	(2)	422,257	373,306	(48,951)
49	48	(1)	489	432	(57)
2	2	—	629	556	(73)
307	299	(8)	42,156	37,269	(4,887)
18,878	18,394	(484)	645,392	570,574	(74,818)
388	76	312	7,802	5,855	1,947
—	—	—	3,188	1,565	1,623
16,821	11,945	4,876	6,946	4,472	2,474
—	—	—	97,663	57,102	40,561
—	—	—	541,333	447,601	93,732
—	—	—	40	33	7
17,209	12,021	5,188	656,972	516,628	140,344
1,669	6,373	4,704	(11,580)	53,946	65,526
95	91	(4)	285,316	182,702	(102,614)
(5,580)	(4,661)	919	(388,703)	(210,408)	178,295
(5,485)	(4,570)	915	(103,387)	(27,706)	75,681
(3,816)	1,803	5,619	(114,967)	26,240	141,207
16,399	16,399	—	151,574	151,574	—
\$ 12,583	\$ 18,202	\$ 5,619	\$ 36,607	\$ 177,814	\$ 141,207
	(10,493)			(114,932)	
	12,660			109,836	
	846			12,676	
	—			—	
	19			1,195	
	(124)			(38,125)	
	(319)			(2,617)	
	(25)			(114)	
	—			(145)	
	(15)			(2,751)	
	\$ 20,751			\$ 142,837	

This statement is continued on pages 170 - 171

	Transportation and Law Enforcement			Unemployment and Workers' Compensation		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Taxes:						
Sales and Use	\$ 14,199	\$ 13,772	\$ (427)	\$ —	\$ —	\$ —
Cigarette	—	—	—	—	—	—
Fuel	837,396	812,219	(25,177)	—	—	—
County Foreign Insurance	—	—	—	—	—	—
Liquor/Wine	—	—	—	—	—	—
Medical Marijuana	—	—	—	—	—	—
Reimbursement/Miscellaneous	—	—	—	156,814	105,531	(51,283)
Total Taxes	851,595	825,991	(25,604)	156,814	105,531	(51,283)
Licenses, Fees, and Permits	233,493	226,473	(7,020)	—	—	—
Sales	8,654	8,394	(260)	—	—	—
Leases and Rentals	—	—	—	—	—	—
Services	—	—	—	—	—	—
Contributions and Intergovernmental	552	535	(17)	2,914	1,961	(953)
Interest	352	341	(11)	357	240	(117)
Penalties and Unclaimed Property	679	659	(20)	12,803	8,616	(4,187)
Cost Reimbursement/ Miscellaneous	1,236	1,199	(37)	1,376	926	(450)
Total Revenues	1,096,561	1,063,592	(32,969)	174,264	117,274	(56,990)
<b>Expenditures:</b>						
Current:						
General Government	250,829	231,531	19,298	46,606	5,986	40,620
Education	—	—	—	1,195	938	257
Natural and Economic Resources	—	—	—	126,498	80,275	46,223
Transportation and Law Enforcement	354,107	279,587	74,520	—	—	—
Human Services	—	—	—	—	—	—
Debt Service:	1,203	950	253	5	—	5
Total Expenditures	606,139	512,068	94,071	174,304	87,199	87,105
Excess Revenues (Expenditures)	490,422	551,524	61,102	(40)	30,075	30,115
<b>Other Financing Sources (Uses):</b>						
Transfers In	563,275	561,102	(2,173)	—	—	—
Transfers Out	(1,099,423)	(1,075,886)	23,537	(11,305)	(9,609)	1,696
Total Other Financing Sources (Uses)	(536,148)	(514,784)	21,364	(11,305)	(9,609)	1,696
Net Change in Fund Balances	(45,726)	36,740	82,466	(11,345)	20,466	31,811
Fund Balances - Beginning	130,794	130,794	—	62,752	62,752	—
Fund Balances - Ending	\$ 85,068	\$ 167,534	\$ 82,466	\$ 51,407	\$ 83,218	\$ 31,811
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(108,884)			(53,823)	
Investments at Fair Value		109,794			51,417	
Receivables, Net		155,124			21,974	
Due from Other Funds		—			777	
Inventories		4,585			—	
Accounts Payable		(9,001)			(2,816)	
Accrued Payroll		(8,152)			(468)	
Due to Other Funds		(309)			(55)	
Unearned Revenue		—			—	
Deferred Inflows of Resources		(4,355)			(953)	
Fund Balance per GAAP		\$ 306,336			\$ 99,271	

Reimbursements and Other			Totals		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ 14,199	\$ 13,772	\$ (427)
—	—	—	49,899	44,115	(5,784)
—	—	—	837,396	812,219	(25,177)
342	206	(136)	342	206	(136)
—	—	—	4,620	4,501	(119)
—	—	—	12,894	11,399	(1,495)
—	—	—	221,014	162,351	(58,663)
342	206	(136)	1,140,364	1,048,563	(91,801)
187,713	112,987	(74,726)	523,227	434,742	(88,485)
1,143	688	(455)	11,307	10,417	(890)
2	1	(1)	2	1	(1)
28	17	(11)	15,839	14,010	(1,829)
3,097	1,864	(1,233)	431,548	380,124	(51,424)
503	303	(200)	1,810	1,418	(392)
3,221	1,939	(1,282)	18,333	12,705	(5,628)
35,055	21,101	(13,954)	81,669	62,198	(19,471)
231,104	139,106	(91,998)	2,224,099	1,964,178	(259,921)
46,530	12,070	34,460	499,534	394,187	105,347
500	500	—	5,034	3,095	1,939
110,762	94,109	16,653	278,139	200,554	77,585
100,855	38,637	62,218	588,979	396,387	192,592
5,158	2,748	2,410	547,279	450,590	96,689
45	12	33	1,293	995	298
263,850	148,076	115,774	1,920,258	1,445,808	474,450
(32,746)	(8,970)	23,776	303,841	518,370	214,529
88,470	76,107	(12,363)	1,068,528	948,817	(119,711)
(97,771)	(50,998)	46,773	(1,748,315)	(1,491,282)	257,033
(9,301)	25,109	34,410	(679,787)	(542,465)	137,322
(42,047)	16,139	58,186	(375,946)	(24,095)	351,851
97,500	97,500	—	1,021,781	1,021,781	—
\$ 55,453	\$ 113,639	\$ 58,186	\$ 645,835	\$ 997,686	\$ 351,851
	(73,435)			(644,397)	
	70,224			624,116	
	3,358			195,182	
	—			777	
	204			6,037	
	(6,067)			(57,014)	
	(2,788)			(15,061)	
	(87)			(984)	
	—			(145)	
	(1,327)			(9,481)	
	\$ 103,721			\$ 1,096,716	

This schedule is continued from page 169.



*The **Debt Service Funds** account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.*



**Debt Service Funds:**

**Water Pollution Control Bond and Interest** - Accounts for moneys used to pay the principal of the Water Pollution Control Bonds and the interest thereon.

**Fourth State Building Bond and Interest** - Accounts for moneys used to pay the principal of the Fourth State Building Bonds and the interest thereon.

**Stormwater Control Bond and Interest** - Accounts for moneys used to pay the principal of the Stormwater Control Bonds and the interest thereon.

**Fulton State Hospital Bond and Interest** - Accounts for moneys used to pay the principal of the Fulton State Hospital Bonds and the interest thereon.

**Missouri Road Bond** - Accounts for moneys used to pay bonds issued by the Highway and Transportation Commission.

**STATE OF MISSOURI  
COMBINING BALANCE SHEET  
DEBT SERVICE FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	Water Pollution Control Bond and Interest	Fourth State Building Bond and Interest	Stormwater Control Bond and Interest	Fulton State Hospital Bond and Interest	Missouri Road Bond	Totals June 30, 2022
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 863	\$ 99	\$ 160	\$ 1,107	\$ 13,371	\$ 15,600
Investments	8,251	942	1,525	10,578	70,756	92,052
Receivables, Net	18	2	3	23	18,752	18,798
Total Assets	<u>\$ 9,132</u>	<u>\$ 1,043</u>	<u>\$ 1,688</u>	<u>\$ 11,708</u>	<u>\$ 102,879</u>	<u>\$ 126,450</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
	<u>\$ 9</u>	<u>\$ 1</u>	<u>\$ 2</u>	<u>\$ 11</u>	<u>\$ —</u>	<u>\$ 23</u>
<b>FUND BALANCES</b>						
Restricted	<u>9,123</u>	<u>1,042</u>	<u>1,686</u>	<u>11,697</u>	<u>102,879</u>	<u>126,427</u>
Total Fund Balances	<u>9,123</u>	<u>1,042</u>	<u>1,686</u>	<u>11,697</u>	<u>102,879</u>	<u>126,427</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,132</u>	<u>\$ 1,043</u>	<u>\$ 1,688</u>	<u>\$ 11,708</u>	<u>\$ 102,879</u>	<u>\$ 126,450</u>

Note: There were no liabilities for the fiscal year ended June 30, 2022.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**DEBT SERVICE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Water Pollution Control Bond and Interest	Fourth State Building Bond and Interest	Stormwater Control Bond and Interest	Fulton State Hospital Bond and Interest	Missouri Road Bond	Totals June 30, 2022
<b>Revenues:</b>						
Taxes	\$ —	\$ —	\$ —	\$ —	\$ 202,685	\$ 202,685
Contributions and Intergovernmental	—	—	—	—	7,078	7,078
Investment Earnings:						
Net Increase (Decrease) in the Fair Value of Investments	(524)	(50)	(98)	(681)	(4,576)	(5,929)
Interest	63	13	10	73	1,079	1,238
Total Revenues	(461)	(37)	(88)	(608)	206,266	205,072
<b>Expenditures:</b>						
Current:						
Transportation and Law Enforcement	—	—	—	—	5	5
Debt Service:						
Principal	10,860	4,050	1,650	5,910	154,365	176,835
Interest	728	107	128	6,429	47,489	54,881
Total Expenditures	11,588	4,157	1,778	12,339	201,859	231,721
Excess Revenues (Expenditures)	(12,049)	(4,194)	(1,866)	(12,947)	4,407	(26,649)
<b>Other Financing Sources (Uses):</b>						
Transfers In	9,466	1,051	1,762	12,222	—	24,501
Total Other Financing Sources (Uses)	9,466	1,051	1,762	12,222	—	24,501
Net Change in Fund Balances	(2,583)	(3,143)	(104)	(725)	4,407	(2,148)
Fund Balances - Beginning	11,706	4,185	1,790	12,422	98,472	128,575
Fund Balances - Ending	\$ 9,123	\$ 1,042	\$ 1,686	\$ 11,697	\$ 102,879	\$ 126,427

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL DEBT SERVICE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Water Pollution Control Bond and Interest			Fourth State Building Bond and Interest		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Vehicle Sales and Use Tax	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions and Intergovernmental	—	—	—	—	—	—
Interest	65	65	—	16	16	—
Total Revenues	65	65	—	16	16	—
<b>Expenditures:</b>						
Debt Service	11,589	11,589	—	4,157	4,157	—
Total Expenditures	11,589	11,589	—	4,157	4,157	—
Excess Revenues (Expenditures)	(11,524)	(11,524)	—	(4,141)	(4,141)	—
<b>Other Financing Sources (Uses):</b>						
Transfers In	9,553	9,466	(87)	1,061	1,051	(10)
Total Other Financing Sources (Uses)	9,553	9,466	(87)	1,061	1,051	(10)
Net Change in Fund Balances	(1,971)	(2,058)	(87)	(3,080)	(3,090)	(10)
Fund Balances - Beginning	11,735	11,735	—	4,196	4,196	—
Fund Balances - Ending	<u>\$ 9,764</u>	<u>\$ 9,677</u>	<u>\$ (87)</u>	<u>\$ 1,116</u>	<u>\$ 1,106</u>	<u>\$ (10)</u>
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(8,814)			(1,007)	
Investments at Fair Value		8,251			942	
Receivables, Net		18			2	
Deferred Inflows of Resources		(9)			(1)	
Fund Balances - GAAP Basis		<u>\$ 9,123</u>			<u>\$ 1,042</u>	

Stormwater Control Bond and Interest			Fulton State Hospital Bond and Interest		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
11	11	—	73	73	—
11	11	—	73	73	—
1,778	1,778	—	12,338	12,338	—
1,778	1,778	—	12,338	12,338	—
(1,767)	(1,767)	—	(12,265)	(12,265)	—
1,778	1,762	(16)	12,335	12,222	(113)
1,778	1,762	(16)	12,335	12,222	(113)
11	(5)	(16)	70	(43)	(113)
1,794	1,794	—	12,451	12,451	—
\$ 1,805	\$ 1,789	\$ (16)	\$ 12,521	\$ 12,408	\$ (113)
	(1,629)			(11,301)	
	1,525			10,578	
	3			23	
	(2)			(11)	
	\$ 1,686			\$ 11,697	

This statement is continued on page 178.

	Missouri Road Bond			Totals		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Vehicle Sales and Use Tax	\$ 185,241	\$ 202,563	\$ 17,322	\$ 185,241	\$ 202,563	\$ 17,322
Contributions and Intergovernmental	7,550	7,694	144	7,550	7,694	144
Interest	495	611	116	660	776	116
Total Revenues	193,286	210,868	17,582	193,451	211,033	17,582
<b>Expenditures:</b>						
Debt Service	201,260	200,101	1,159	231,122	229,963	1,159
Total Expenditures	201,260	200,101	1,159	231,122	229,963	1,159
Excess Revenues (Expenditures)	(7,974)	10,767	18,741	(37,671)	(18,930)	18,741
<b>Other Financing Sources (Uses):</b>						
Transfers In	—	—	—	24,727	24,501	(226)
Total Other Financing Sources (Uses)	—	—	—	24,727	24,501	(226)
Net Change in Fund Balances	(7,974)	10,767	18,741	(12,944)	5,571	18,515
Fund Balances - Beginning	77,761	77,761	—	107,937	107,937	—
Fund Balances - Ending	<u>\$ 69,787</u>	<u>\$ 88,528</u>	<u>\$ 18,741</u>	<u>\$ 94,993</u>	<u>\$ 113,508</u>	<u>\$ 18,515</u>
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(75,157)			(97,908)	
Investments at Fair Value		70,756			92,052	
Receivables, Net		18,752			18,798	
Deferred Inflows of Resources		—			(23)	
Fund Balances - GAAP Basis		<u>\$ 102,879</u>			<u>\$ 126,427</u>	

This statement is continued from page 177.



*The **Capital Projects Funds** account for financial resources to be used for the acquisition or construction of major capital facilities.*

**Non-Major Capital Projects Funds:**

**Board of Public Buildings** - Accounts for bond sale proceeds to be used for renovating state buildings and structures.

**Fulton State Hospital** - Accounts for proceeds from the sale of bonds to be used for the completion of the design and construction of the replacement for Fulton State Hospital.



**STATE OF MISSOURI  
COMBINING BALANCE SHEET  
NON-MAJOR CAPITAL PROJECTS FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	Board of Public Buildings	Fulton State Hospital	Totals June 30, 2022
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 867	\$ 181	\$ 1,048
Investments	8,684	1,726	10,410
Receivables, Net	23	5	28
Total Assets	<u>\$ 9,574</u>	<u>\$ 1,912</u>	<u>\$ 11,486</u>
<b>LIABILITIES</b>			
Accounts Payable	\$ 535	\$ —	\$ 535
Total Liabilities	535	—	535
<b>DEFERRED INFLOWS OF RESOURCES</b>	11	3	14
<b>FUND BALANCES</b>			
Restricted	9,028	1,909	10,937
Total Fund Balances	9,028	1,909	10,937
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 9,574</u>	<u>\$ 1,912</u>	<u>\$ 11,486</u>

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NON-MAJOR CAPITAL PROJECTS FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Board of Public Buildings	Fulton State Hospital	Totals  June 30, 2022
<b>Revenues:</b>			
Investment Earnings:			
Net Increase (Decrease) in the Fair Value of Investments	\$ (526)	\$ (102)	\$ (628)
Interest	95	22	117
Cost Reimbursement/Miscellaneous	334	—	334
Total Revenues	(97)	(80)	(177)
<b>Expenditures:</b>			
Current:			
General Government	3	—	3
Education	37	—	37
Natural and Economic Resources	9	—	9
Human Services	—	5	5
Capital Outlay:			
General Government	9,764	—	9,764
Natural and Economic Resources	527	—	527
Human Services	—	2,735	2,735
Total Expenditures	10,340	2,740	13,080
Excess Revenues (Expenditures)	(10,437)	(2,820)	(13,257)
Net Change in Fund Balances	(10,437)	(2,820)	(13,257)
Fund Balances - Beginning	19,465	4,729	24,194
Fund Balances - Ending	\$ 9,028	\$ 1,909	\$ 10,937

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL**  
**NON-MAJOR CAPITAL PROJECT FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Board of Public Buildings			Fulton State Hospital		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Interest	\$ 105	\$ 105	\$ —	\$ 24	\$ 24	\$ —
Cost Reimbursement/Miscellaneous	334	334	—	—	—	—
Total Revenues	<u>439</u>	<u>439</u>	<u>—</u>	<u>24</u>	<u>24</u>	<u>—</u>
<b>Expenditures:</b>						
Current:						
General Government	3	3	—	—	—	—
Education	37	37	—	—	—	—
Natural and Economic Resources	9	9	—	—	—	—
Human Services	105	—	105	5	5	—
Capital Outlays:						
General Government	10,125	9,847	278	—	—	—
Natural and Economic Resources	529	528	1	—	—	—
Human Services	—	—	—	2,735	2,735	—
Total Expenditures	<u>10,808</u>	<u>10,424</u>	<u>384</u>	<u>2,740</u>	<u>2,740</u>	<u>—</u>
Excess Revenues (Expenditures)	<u>(10,369)</u>	<u>(9,985)</u>	<u>384</u>	<u>(2,716)</u>	<u>(2,716)</u>	<u>—</u>
Net Changes in Fund Balances	<u>(10,369)</u>	<u>(9,985)</u>	<u>384</u>	<u>(2,716)</u>	<u>(2,716)</u>	<u>—</u>
Fund Balances - Beginning	20,130	20,130	—	4,741	4,741	—
Fund Balances - Ending	<u>\$ 9,761</u>	<u>\$ 10,145</u>	<u>\$ 384</u>	<u>\$ 2,025</u>	<u>\$ 2,025</u>	<u>\$ —</u>
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(9,278)			(1,844)	
Investments at Fair Value		8,684			1,726	
Receivables, Net		23			5	
Account Payable		(535)			—	
Deferred Inflows of Resources		(11)			(3)	
Fund Balance - GAAP Basis		<u>\$ 9,028</u>			<u>\$ 1,909</u>	

Total		
Budget	Actual	Variance
\$ 129	\$ 129	\$ —
334	334	—
463	463	—
3	3	—
37	37	—
9	9	—
110	5	105
10,125	9,847	278
529	528	1
2,735	2,735	—
13,548	13,164	384
(13,085)	(12,701)	384
(13,085)	(12,701)	384
24,871	24,871	—
\$ 11,786	\$ 12,170	\$ 384
	(11,122)	
	10,410	
	28	
	(535)	
	(14)	
	\$ 10,937	



*The **Permanent Funds** account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the government's programs.*

**Permanent Funds:**

**Arrow Rock State Historic Site Endowment** - Accounts for moneys transferred from the State Parks Earnings Fund, as well as other moneys or property received by grant, gift, donation, or bequest specified for the enhancement of the Arrow Rock State Historic Site.

**Confederate Memorial Park** - Accounts for the income from investments acquired by gifts, donations, and bequests to be used for the maintenance of the Confederate Memorial Park.

**State Public School** - Accounts for all moneys, bonds, lands, and other properties belonging to or donated to the State for public school use in establishing and maintaining free public schools.

**Smith Memorial Endowment Trust** - Accounts for moneys bequeathed for the use and benefit of the Crippled Children's Service.

**STATE OF MISSOURI  
COMBINING BALANCE SHEET  
PERMANENT FUNDS  
June 30, 2022  
(In Thousands of Dollars)**

	Arrow Rock State Historic Site Endowment	Confederate Memorial Park	State Public School	Smith Memorial Endowment Trust	Totals June 30, 2022
<b>ASSETS</b>					
Cash and Cash Equivalents	\$ 11	\$ 67	\$ 5,167	\$ 133	\$ 5,378
Investments	19	116	61,417	233	61,785
Receivables, Net	—	—	—	1	1
Total Assets	<u>\$ 30</u>	<u>\$ 183</u>	<u>\$ 66,584</u>	<u>\$ 367</u>	<u>\$ 67,164</u>
<b>FUND BALANCES</b>					
Nonspendable	\$ 30	\$ 75	\$ 66,584	\$ 365	\$ 67,054
Assigned	—	108	—	2	110
Total Fund Balances	<u>30</u>	<u>183</u>	<u>66,584</u>	<u>367</u>	<u>67,164</u>
Total Liabilities and Fund Balances	<u>\$ 30</u>	<u>\$ 183</u>	<u>\$ 66,584</u>	<u>\$ 367</u>	<u>\$ 67,164</u>

Note: There were no liabilities for the fiscal year ended June 30, 2022.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**PERMANENT FUNDS**

**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Arrow Rock State Historic Site Endowment	Confederate Memorial Park	State Public School	Smith Memorial Endowment Trust	Totals June 30, 2022
<b>Revenues:</b>					
Investment Earnings:					
Net Increase (Decrease) in the Fair Value of Investments	\$ —	\$ (5)	\$ (634)	\$ (11)	\$ (650)
Interest	—	—	—	2	2
Penalties and Unclaimed Properties	—	—	2,764	—	2,764
Total Revenues	—	(5)	2,130	(9)	2,116
Net Change in Fund Balances	—	(5)	2,130	(9)	2,116
Fund Balances - Beginning	30	188	64,454	376	65,048
Fund Balances - Ending	\$ 30	\$ 183	\$ 66,584	\$ 367	\$ 67,164

NOTE: There were no expenditures for the fiscal year ended June 30, 2022.



**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL PERMANENT FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Arrow Rock State Historic Site Endowment			Confederate Memorial Park		
	Budget	Actual	Variance	Budget	Actual	Variance
<b>Revenues:</b>						
Interest	\$ —	\$ —	\$ —	\$ 1	\$ 1	\$ —
Penalties and Unclaimed Property	—	—	—	—	—	—
Reimbursement/Miscellaneous	—	—	—	—	—	—
Total Revenues	—	—	—	1	1	—
<b>Expenditures:</b>						
Current:						
Human Services	—	—	—	—	—	—
Total Expenditures	—	—	—	—	—	—
Excess Revenues (Expenditures)	—	—	—	1	1	—
<b>Other Financing Sources (Uses):</b>						
Transfers In	—	—	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—	—	—
Net Changes in Fund Balances	—	—	—	1	1	—
Fund Balances - Beginning	30	30	—	188	188	—
Fund Balances - Ending	<u>\$ 30</u>	<u>\$ 30</u>	<u>\$ —</u>	<u>\$ 189</u>	<u>\$ 189</u>	<u>\$ —</u>
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(19)			(122)	
Investments at Fair Value		19			116	
Receivable, Net		—			—	
Fund Balance - GAAP Basis		<u>\$ 30</u>			<u>\$ 183</u>	

State Public School			Smith Memorial Endowment Trust		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ 2	\$ 2	\$ —
98	27	(71)	—	—	—
3,140	862	(2,278)	—	—	—
3,238	889	(2,349)	2	2	—
—	—	—	10	—	10
—	—	—	10	—	10
3,238	889	(2,349)	(8)	2	10
3,000	2,736	(264)	—	—	—
3,000	2,736	(264)	—	—	—
6,238	3,625	(2,613)	(8)	2	10
55,709	55,709	—	375	375	—
\$ 61,947	\$ 59,334	\$ (2,613)	\$ 367	\$ 377	\$ 10
	(54,167)			(244)	
	61,417			233	
	—			1	
	\$ 66,584			\$ 367	

This statement is continued on page 191.

	Totals		
	Budget	Actual	Variance
<b>Revenues:</b>			
Interest	\$ 3	\$ 3	\$ —
Penalties and Unclaimed Property	98	27	(71)
Reimbursement/Miscellaneous	3,140	862	(2,278)
Total Revenues	3,241	892	(2,349)
<b>Expenditures:</b>			
Current:			
Human Services	10	—	10
Total Expenditures	10	—	10
Excess Revenues (Expenditures)	3,231	892	(2,339)
<b>Other Financing Sources (Uses):</b>			
Transfers In	3,000	2,736	(264)
Total Other Financing Sources (Uses)	3,000	2,736	(264)
Net Changes in Fund Balances	6,231	3,628	(2,603)
Fund Balances - Beginning	56,302	56,302	—
Fund Balances - Ending	<u>\$ 62,533</u>	<u>\$ 59,930</u>	<u>\$ (2,603)</u>
Reconciling Items:			
Reclassifying Cash Equivalents as Investments		(54,552)	
Investments at Fair Value		61,785	
Receivable, Net		1	
Fund Balance - GAAP Basis		<u>\$ 67,164</u>	

This statement is continued from page 190.



*The **Enterprise Funds** account for operations that are financed and operated in a manner similar to private business enterprises.*

## **Non-Major Enterprise Funds:**

**State Fair Fees** - Accounts for the fairground admission fees used to improve the grounds and to pay the operating costs of the State Fair.

**State Parks** - Accounts for park concessions and contributions which are used to acquire and operate state parks.

**Natural Resources Revolving Services** - Accounts for moneys received from the delivery of services and the sale or resale of maps, plats, reports, studies, records, and other publications and documents.

**Historic Preservation Revolving** - Accounts for gifts, grants, and contributions used to acquire, preserve, restore, maintain, or operate any historical properties.

**Petroleum Storage Tank Insurance** - Accounts for moneys collected from transport load fees and participating owners of petroleum storage tanks for cleanup of contamination caused by releases from petroleum storage tanks.

**State Agency for Surplus Property** - Accounts for the surplus property operation.

**Department of Revenue Information** - Accounts for fees received by the Department of Revenue for publications and used to pay the costs of providing this information.

**Inmate Canteen** - Accounts for sales of the canteen or commissary which is used to improve offender recreational, religious, or education services.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR ENTERPRISE FUNDS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	State Fair Fees	State Parks	Natural Resources Revolving Services
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 766	\$ 13,565	\$ 709
Investments	1,341	65,721	1,246
Receivables, Net	379	165	—
Due from Other Funds	7	11	205
Inventories	5	755	5
Total Current Assets	<u>2,498</u>	<u>80,217</u>	<u>2,165</u>
Non-Current Assets:			
Receivables, Net	—	395	—
Capital Assets:			
Non Depreciable Capital Assets	64	35,759	—
Capital Assets being depreciated/amortized	1,674	119,141	17,854
Less Accumulated Depreciation/Amortization	(1,064)	(53,725)	(12,526)
Total Non-Current Assets	<u>674</u>	<u>101,570</u>	<u>5,328</u>
Total Assets	<u>3,172</u>	<u>181,787</u>	<u>7,493</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	<u>230</u>	<u>740</u>	<u>97</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts Payable	13	725	51
Accrued Interest Payable	—	303	—
Accrued Payroll	36	56	8
Due to Other Funds	—	4	8
Unearned Revenue	—	—	—
Claims Liability	—	—	—
Lease Liability	—	52	—
Compensated Absences	23	126	12
Bonds Payable	—	2,605	—
Total Current Liabilities	<u>72</u>	<u>3,871</u>	<u>79</u>
Non-Current Liabilities:			
Claims Liability	—	—	—
Lease Liability	—	225	—
Compensated Absences	2	24	2
Asset Retirement Obligations	—	—	2
Net OPEB Liability	291	1,600	47
Net Pension Liability	957	3,763	168
Bonds Payable	—	54,970	—
Discount on Bonds Payable	—	(105)	—
Total Non-Current Liabilities	<u>1,250</u>	<u>60,477</u>	<u>219</u>
Total Liabilities	<u>1,322</u>	<u>64,348</u>	<u>298</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>	<u>283</u>	<u>1,210</u>	<u>97</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	674	43,323	5,328
Unrestricted	1,123	73,646	1,867
Total Net Position	<u>\$ 1,797</u>	<u>\$ 116,969</u>	<u>\$ 7,195</u>

					Totals
Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency For Surplus Property	Department of Revenue Information	Inmate Canteen	June 30, 2022
\$ 570	\$ 15,773	\$ 442	\$ 211	\$ 1,866	\$ 33,902
997	29,140	773	375	3,248	102,841
69	2,015	38	10	10	2,686
—	—	—	—	—	223
—	—	—	—	3,920	4,685
<u>1,636</u>	<u>46,928</u>	<u>1,253</u>	<u>596</u>	<u>9,044</u>	<u>144,337</u>
—	—	—	—	—	395
—	—	—	—	—	35,823
587	215	3,445	60	1,494	144,470
(269)	(169)	(2,682)	(60)	(609)	(71,104)
<u>318</u>	<u>46</u>	<u>763</u>	<u>—</u>	<u>885</u>	<u>109,584</u>
<u>1,954</u>	<u>46,974</u>	<u>2,016</u>	<u>596</u>	<u>9,929</u>	<u>253,921</u>
<u>99</u>	<u>734</u>	<u>339</u>	<u>—</u>	<u>1,297</u>	<u>3,536</u>
5	428	9	—	1,697	2,928
—	—	—	—	—	303
9	72	24	—	91	296
—	4	—	—	1	17
—	497	—	—	—	497
—	11,000	—	—	—	11,000
18	27	—	—	15	112
16	195	46	—	150	568
—	—	—	—	—	2,605
<u>48</u>	<u>12,223</u>	<u>79</u>	<u>—</u>	<u>1,954</u>	<u>18,326</u>
—	78,216	—	—	—	78,216
76	—	—	—	30	331
1	—	3	—	—	32
—	—	—	—	—	2
157	857	615	—	306	3,873
401	2,657	1,783	—	1,718	11,447
—	—	—	—	—	54,970
—	—	—	—	—	(105)
<u>635</u>	<u>81,730</u>	<u>2,401</u>	<u>—</u>	<u>2,054</u>	<u>148,766</u>
<u>683</u>	<u>93,953</u>	<u>2,480</u>	<u>—</u>	<u>4,008</u>	<u>167,092</u>
<u>111</u>	<u>786</u>	<u>420</u>	<u>—</u>	<u>1,587</u>	<u>4,494</u>
224	19	763	—	840	51,171
<u>1,035</u>	<u>(47,050)</u>	<u>(1,308)</u>	<u>596</u>	<u>4,791</u>	<u>34,700</u>
<u>\$ 1,259</u>	<u>\$ (47,031)</u>	<u>\$ (545)</u>	<u>\$ 596</u>	<u>\$ 5,631</u>	<u>\$ 85,871</u>

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**NON-MAJOR ENTERPRISE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	State Fair Fees	State Parks	Natural Resources Revolving Services
<b>Operating Revenues:</b>			
Licenses, Fees, and Permits	\$ 3,978	\$ 8,518	\$ 65
Sales	—	924	193
Leases and Rentals	1,174	3,095	—
Cost Reimbursement/Miscellaneous	—	53	18
Total Operating Revenues	<u>5,152</u>	<u>12,590</u>	<u>276</u>
<b>Operating Expenses:</b>			
Cost of Goods Sold	—	—	712
Personal Service	1,508	2,457	330
Operations	2,971	5,065	208
Specific Programs	29	20	—
Depreciation/Amortization	51	4,190	1,309
Other Charges	239	56	1
Total Operating Expenses	<u>4,798</u>	<u>11,788</u>	<u>2,560</u>
Operating Income (Loss)	<u>354</u>	<u>802</u>	<u>(2,284)</u>
<b>Non-Operating Revenues (Expenses):</b>			
Contributions and Intergovernmental	180	899	1,874
Interest Expense	—	(805)	—
Investment Earnings:			
Net Increase (Decrease) in the Fair Value of Investments	(59)	(4,138)	(55)
Interest	10	379	—
Bond Related Expenses	—	(488)	—
Disposal of Capital Assets	—	59	122
Total Non-Operating Revenues (Expenses)	<u>131</u>	<u>(4,094)</u>	<u>1,941</u>
Income (Loss) Before Transfers	485	(3,292)	(343)
Transfers In	—	—	—
Transfers Out	—	—	—
Change in Net Position	<u>485</u>	<u>(3,292)</u>	<u>(343)</u>
Total Net Position - Beginning	<u>1,312</u>	<u>120,261</u>	<u>7,538</u>
Total Net Position - Ending	<u>\$ 1,797</u>	<u>\$ 116,969</u>	<u>\$ 7,195</u>



Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency For Surplus Property	Department of Revenue Information	Inmate Canteen	Totals June 30, 2022
\$ —	\$ 17,270	\$ —	\$ —	\$ —	\$ 29,831
—	—	854	575	29,669	32,215
—	—	—	—	—	4,269
1	—	189	1	1,443	1,705
<u>1</u>	<u>17,270</u>	<u>1,043</u>	<u>576</u>	<u>31,112</u>	<u>68,020</u>
—	—	161	—	25,035	25,908
324	2,717	997	—	4,178	12,511
62	3,909	246	7	1,089	13,557
—	10,388	—	—	1	10,438
19	31	128	—	260	5,988
5	—	4	—	377	682
<u>410</u>	<u>17,045</u>	<u>1,536</u>	<u>7</u>	<u>30,940</u>	<u>69,084</u>
(409)	225	(493)	569	172	(1,064)
—	—	—	—	35	2,988
(2)	(1)	—	—	(2)	(810)
(45)	1,172	(34)	(16)	(142)	(3,317)
7	210	6	—	21	633
—	—	—	—	—	(488)
—	—	166	—	12	359
<u>(40)</u>	<u>1,381</u>	<u>138</u>	<u>(16)</u>	<u>(76)</u>	<u>(635)</u>
(449)	1,606	(355)	553	96	(1,699)
977	—	—	—	—	977
—	—	(30)	(636)	—	(666)
528	1,606	(385)	(83)	96	(1,388)
731	(48,637)	(160)	679	5,535	87,259
<u>\$ 1,259</u>	<u>\$ (47,031)</u>	<u>\$ (545)</u>	<u>\$ 596</u>	<u>\$ 5,631</u>	<u>\$ 85,871</u>

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NON-MAJOR ENTERPRISE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	State Fair Fees	State Parks	Natural Resources Revolving Services
<b>Cash Flows from Operating Activities:</b>			
Receipts from Internal Customers and Users	\$ 112	\$ —	\$ —
Receipts from External Customers and Users	4,856	12,123	258
Payments to Suppliers	(2,987)	(4,780)	(891)
Payments to Employees	(1,415)	(2,270)	(304)
Payments Made for Program Expense	(29)	(20)	—
Other Receipts	—	53	18
Other Payments	(239)	(161)	(1)
Net Cash Provided (Used) by Operating Activities	<u>298</u>	<u>4,945</u>	<u>(920)</u>
<b>Cash Flows from Non-Capital Financing Activities:</b>			
Loans Made to Outside Entities	—	—	—
Leases Made to Outside Entities	—	407	—
Due to Other Funds	(3)	(1)	6
Due from Other Funds	(5)	(11)	(53)
Contributions and Intergovernmental	180	899	1,874
Transfers to Other Funds	—	—	—
Transfers from Other Funds	—	—	—
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>172</u>	<u>1,294</u>	<u>1,827</u>
<b>Cash Flows from Capital and Related Financing Activities:</b>			
Interest Expense	—	(502)	—
Purchases and Construction of Capital Assets	(87)	(4,098)	(786)
Lease Downpayment/Obligations	—	(25)	—
Bond Issuance	—	57,087	—
Disposal of Capital Assets	—	—	—
Net Cash Provided (Used) by Capital and Related Financing	<u>(87)</u>	<u>52,462</u>	<u>(786)</u>
<b>Cash Flows from Investing Activities:</b>			
Proceeds from Investment Maturities	—	—	—
Purchase of Investments	(288)	(54,539)	(118)
Interest and Dividends Received	7	255	—
Net Cash Provided (Used) by Investing Activities	<u>(281)</u>	<u>(54,284)</u>	<u>(118)</u>
Net Increase (Decrease) in Cash	102	4,417	3
Cash and Cash Equivalents, Beginning of Year	664	9,148	706
Cash and Cash Equivalents, End of Year	<u>\$ 766</u>	<u>\$ 13,565</u>	<u>\$ 709</u>
<b>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>			
Operating Income (Loss)	\$ 354	\$ 802	\$ (2,284)
Depreciation/Amortization Expense	51	4,190	1,309
Changes in Assets and Liabilities:			
Accounts Receivable	(184)	(413)	—
Inventories	—	215	2
Deferred Outflows of Resources	21	(20)	17
Accounts Payable	(16)	70	27
Accrued Payroll	11	—	2
Unearned Revenue	—	(1)	—
Claims Liability	—	—	—
Compensated Absences	21	36	(7)
Discount on Bonds Payable	—	(105)	—
Net OPEB Liability	(19)	(52)	(4)
Net Pension Liability	(168)	(431)	(56)
Deferred Inflows of Resources	227	654	74
Net Cash Provided (Used) by Operating Activities	<u>\$ 298</u>	<u>\$ 4,945</u>	<u>\$ (920)</u>
<b>Non-Cash Financing and Investing Activities:</b>			
Lease and Financed Purchase Issuance	\$ —	\$ 302	\$ —
Increase (Decrease) in Fair Value of Investments	(59)	(4,138)	(55)
Net Non-Cash Financing and Investing Activities	<u>\$ (59)</u>	<u>\$ (3,836)</u>	<u>\$ (55)</u>

Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency for Surplus Property	Department of Revenue Information	Inmate Canteen	Totals June 30, 2022
\$ —	\$ —	\$ 193	\$ —	\$ —	\$ 305
—	17,361	674	577	29,669	65,518
(60)	(4,044)	(409)	(7)	(26,899)	(40,077)
(294)	(2,381)	(890)	—	(3,477)	(11,031)
—	(8,385)	—	—	(1)	(8,435)
1	—	189	1	1,443	1,705
(5)	—	(4)	—	(377)	(787)
<u>(358)</u>	<u>2,551</u>	<u>(247)</u>	<u>571</u>	<u>358</u>	<u>7,198</u>
21	—	—	—	—	21
—	—	—	—	—	407
—	1	—	—	(1)	2
—	—	—	—	—	(69)
—	—	—	—	35	2,988
—	—	(30)	(636)	—	(666)
977	—	—	—	—	977
<u>998</u>	<u>1</u>	<u>(30)</u>	<u>(636)</u>	<u>34</u>	<u>3,660</u>
(2)	(1)	—	—	(2)	(507)
—	(9)	—	—	(272)	(5,252)
(9)	(25)	—	—	(14)	(73)
—	—	—	—	—	57,087
—	—	175	—	—	175
<u>(11)</u>	<u>(35)</u>	<u>175</u>	<u>—</u>	<u>(288)</u>	<u>51,430</u>
—	—	36	29	—	65
(430)	(2,543)	—	—	(172)	(58,090)
6	165	5	—	11	449
<u>(424)</u>	<u>(2,378)</u>	<u>41</u>	<u>29</u>	<u>(161)</u>	<u>(57,576)</u>
205	139	(61)	(36)	(57)	4,712
365	15,634	503	247	1,923	29,190
<u>\$ 570</u>	<u>\$ 15,773</u>	<u>\$ 442</u>	<u>\$ 211</u>	<u>\$ 1,866</u>	<u>\$ 33,902</u>
\$ (409)	\$ 225	\$ (493)	\$ 569	\$ 172	\$ (1,064)
19	31	128	—	260	5,988
—	92	13	2	—	(490)
—	—	—	—	(793)	(576)
7	19	27	—	618	689
2	(135)	(2)	—	18	(36)
1	28	2	—	14	58
—	(1)	—	—	—	(2)
—	2,003	—	—	—	2,003
(1)	136	(4)	—	(95)	86
—	—	—	—	—	(105)
(7)	(46)	(27)	—	(46)	(201)
(59)	(433)	(234)	—	(975)	(2,356)
89	632	343	—	1,185	3,204
<u>\$ (358)</u>	<u>\$ 2,551</u>	<u>\$ (247)</u>	<u>\$ 571</u>	<u>\$ 358</u>	<u>\$ 7,198</u>
\$ 103	\$ —	\$ —	\$ —	\$ 14	\$ 419
(45)	1,172	(34)	(16)	(142)	(3,317)
<u>\$ 58</u>	<u>\$ 1,172</u>	<u>\$ (34)</u>	<u>\$ (16)</u>	<u>\$ (128)</u>	<u>\$ (2,898)</u>



*The **Internal Service Funds** account for the financing of goods or services provided by one department or agency to other departments or agencies of the State on a cost-reimbursement basis.*

## **Internal Service Funds:**

**Natural Resources Cost Allocation** - Accounts for the administrative costs of the Department of Natural Resources.

**Mental Health Interagency Payments** - Accounts for moneys received through interagency agreements for services provided by other agencies.

**State Facility Maintenance and Operation** - Accounts for moneys collected from tenants for rent to cover the costs of operations in state-owned office buildings and institutions, charges to tenants in leased space to cover costs of real estate administrative services, and charges to capital improvement projects to cover the costs of project management services.

**Office of Administration Revolving** - Accounts for the following operations: printing services, flight operations, vehicle management, garage services, data processing and telecommunication services, building and grounds, insurance services, postage, and personnel administration.

**Working Capital Revolving** - Accounts for the operation of correctional industry programs and correctional farm programs.

**General Government Revolving** - Accounts for various service operations of the House of Representatives, Supreme Court, Adjutant General, Senate, Treasurer, and Department of Corrections.

**Social Services Administrative Trust** - Accounts for moneys transferred or paid to the Department of Social Services from any governmental entity or the public for goods and services provided.

**Economic Development Administrative** - Accounts for moneys collected for goods and services provided to other divisions and used to pay the cost of providing such services.

**Professional Registration Fees** - Accounts for moneys received from the professional boards for administrative services.

**Conservation Employees' Insurance Plan** - Accounts for health insurance coverage on a self-insured basis and life insurance coverage by a third party provider for Department of Conservation employees.

**Transportation Self-Insurance Plan** - Accounts for highway and highway patrol moneys used to pay workers' compensation claims. Moneys are also used to pay auto claims against the Department of Transportation.

**Missouri State Employees' Insurance Plan** - Accounts for long-term disability and death benefits provided on a self-insured basis for state employees.

**Missouri Consolidated Health Care Plan** - Accounts for medical care benefits provided on a self-insured basis for active state employees.

**MoDOT and MSHP Medical and Life Insurance Plan** - Accounts for the medical coverage provided on a self-insured basis and death benefits provided on an insured basis to Department of Transportation employees and members of the Missouri State Highway Patrol.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration and Revolving	Working Capital Revolving	General Government Revolving
<b>ASSETS</b>						
Current Assets:						
Cash and Cash Equivalents	\$ 417	\$ 511	\$ 2,054	\$ 11,028	\$ 3,164	\$ 1,648
Investments	751	893	3,593	22,315	5,538	2,881
Restricted:						
Investments	—	—	—	—	—	—
Receivables, Net	—	—	—	4,173	265	50,298
Due from Other Funds	—	57	2	6,736	96	7
Due from Component Units	—	—	—	1	—	—
Inventories	—	—	800	1,511	8,726	2
Prepaid Items	—	—	—	—	—	—
Total Current Assets	1,168	1,461	6,449	45,764	17,789	54,836
Non-Current Assets:						
Investments	—	—	—	—	—	—
Restricted Assets:						
Cash and Cash Equivalents	—	—	—	1,729	—	—
Investments	—	—	—	—	—	—
Receivables, Net	—	—	—	718	—	—
Capital Assets:						
Non Depreciable Capital Assets	63	—	8,309	236	41	—
Capital Assets being depreciated/amortized	9,106	1,553	501,470	145,354	24,490	9,893
Less Accumulated Depreciation/Amortization	(8,136)	(1,552)	(272,740)	(121,105)	(21,856)	(9,817)
Total Non-Current Assets	1,033	1	237,039	26,932	2,675	76
Total Assets	2,201	1,462	243,488	72,696	20,464	54,912
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	3,762	—	11,063	6,830	3,214	19
<b>LIABILITIES</b>						
Current Liabilities:						
Accounts Payable	231	43	1,699	2,281	68	470
Accrued Payroll	300	—	857	570	213	—
Due to Other Funds	71	—	58	—	—	131
Unearned Revenue	—	—	—	151	—	—
Claims Liability	—	—	—	—	—	—
Obligations under Financed Purchases	44	—	1,865	3,616	—	—
Lease Liability	57	—	160	94	248	—
Compensated Absences	535	—	1,841	894	446	—
Total Current Liabilities	1,238	43	6,480	7,606	975	601
Non-Current Liabilities:						
Claims Liability	—	—	—	—	—	—
Obligations under Financed Purchases	7	—	17,100	2,702	—	—
Lease Liability	216	—	820	98	38	—
Compensated Absences	121	—	38	300	—	—
Net OPEB Liability	6,547	—	21,383	9,091	6,484	837
Net Pension Liability	17,674	—	51,143	28,454	18,049	1,530
Total Non-Current Liabilities	24,565	—	90,484	40,645	24,571	2,367
Total Liabilities	25,803	43	96,964	48,251	25,546	2,968
<b>DEFERRED INFLOWS OF RESOURCES</b>	4,187	—	12,517	8,641	4,005	33
<b>NET POSITION</b>						
Net Investment in Capital Assets	709	1	217,094	17,975	2,389	76
Restricted for:						
Other Purposes	—	—	—	1,729	—	—
Unrestricted	(24,736)	1,418	(72,024)	2,930	(8,262)	51,854
Total Net Position	\$ (24,027)	\$ 1,419	\$ 145,070	\$ 22,634	\$ (5,873)	\$ 51,930

Social Services Administrative Trust	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals  June 30, 2022
\$ 29 50	\$ 44 78	\$ 153 267	\$ 3,781 5,590	\$ 8,552 10,827	\$ 3,035 —	\$ 191,583 95,584	\$ 8,541 9,377	\$ 234,540 157,744
—	—	—	—	—	—	—	100	100
—	—	—	936	195	874	26,869	2,490	86,100
21	1	—	—	—	—	—	—	6,920
—	—	—	—	—	—	—	—	1
53	1	12	—	—	—	—	—	11,105
—	—	—	—	—	—	196	—	196
153	124	432	10,307	19,574	3,909	314,232	20,508	496,706
—	—	—	—	83,671	—	—	47,721	131,392
—	—	—	—	—	—	—	—	1,729
—	—	—	—	200	—	—	—	200
—	—	—	—	—	—	—	—	718
—	—	21	—	—	—	—	—	8,670
80	147	4,003	—	—	—	3,153	—	699,249
(80)	(142)	(3,041)	—	—	—	(1,659)	—	(440,128)
—	5	983	—	83,871	—	1,494	47,721	401,830
153	129	1,415	10,307	103,445	3,909	315,726	68,229	898,536
1	341	2,231	—	—	—	1,370	—	28,831
19	10	84	16	67	3,784	12,682	57	21,511
—	24	185	—	—	—	—	—	2,149
—	5	31	—	—	—	8,859	—	9,155
—	—	—	76	—	—	20,265	9,029	29,521
—	—	—	4,580	24,527	—	51,903	10,600	91,610
—	—	—	—	—	—	—	—	5,525
—	—	5	—	—	—	230	—	794
—	44	291	—	—	—	1	—	4,052
19	83	596	4,672	24,594	3,784	93,940	19,686	164,317
—	—	—	—	56,200	—	—	—	56,200
—	—	—	—	—	—	—	—	19,809
—	2	6	—	—	—	858	—	2,038
3	—	103	—	—	—	304	—	869
—	978	3,278	—	—	—	—	—	48,598
1	2,661	9,488	—	—	—	7,955	—	136,955
4	3,641	12,875	—	56,200	—	9,117	—	264,469
23	3,724	13,471	4,672	80,794	3,784	103,057	19,686	428,786
1	409	2,528	—	—	—	1,598	—	33,919
—	3	972	—	—	—	406	—	239,625
—	—	—	—	200	—	—	100	2,029
130	(3,666)	(13,325)	5,635	22,451	125	212,035	48,443	223,008
\$ 130	\$ (3,663)	\$ (12,353)	\$ 5,635	\$ 22,651	\$ 125	\$ 212,441	\$ 48,543	\$ 464,662

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration Revolving	Working Capital Revolving	General Government Revolving
<b>Operating Revenues:</b>						
Employer Contributions	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Employee Contributions	—	—	—	—	—	—
Medicare Part D Subsidy	—	—	—	—	—	—
Licenses, Fees, and Permits	—	—	10	—	—	6,884
Sales	—	—	—	—	20,526	6
Leases and Rentals	—	—	65,005	341	36	14
Charges for Services	13,406	6,323	7,109	107,978	—	116
Cost Reimbursement/Miscellaneous	75	—	11	1,372	6	19
Total Operating Revenues	13,481	6,323	72,135	109,691	20,568	7,039
<b>Operating Expenses:</b>						
Cost of Goods Sold	—	—	—	9,677	10,681	—
Personal Service	11,002	—	34,902	21,279	9,295	51
Operations	2,971	—	34,039	60,666	2,301	5,481
Specific Programs	—	5,246	23	—	6	3,366
Insurance Benefits	—	—	—	—	—	—
Depreciation/Amortization	553	—	12,429	11,037	687	7
Other Charges	88	—	81	103	559	2
Total Operating Expenses	14,614	5,246	81,474	102,762	23,529	8,907
Operating Income (Loss)	(1,133)	1,077	(9,339)	6,929	(2,961)	(1,868)
<b>Non-Operating Revenues (Expenses):</b>						
Contributions and Intergovernmental	—	—	73	—	—	32
Interest Expense	(7)	—	(646)	(114)	(7)	—
Investment Earnings:						
Net Increase (Decrease) in the Fair Value of Investments	(33)	(40)	(161)	(989)	(238)	(124)
Interest	—	—	—	147	—	—
Disposal of Capital Assets	(41)	—	10	7	7	14
Total Non-Operating Revenues (Expenses)	(81)	(40)	(724)	(949)	(238)	(78)
Income (Loss) Before Transfers	(1,214)	1,037	(10,063)	5,980	(3,199)	(1,946)
Transfers In	—	—	10	—	—	—
Transfers Out	—	(357)	—	(2,267)	—	(258)
Change in Net Position	(1,214)	680	(10,053)	3,713	(3,199)	(2,204)
Total Net Position - Beginning	(22,813)	739	155,123	18,921	(2,674)	54,134
Total Net Position - Ending	\$ (24,027)	\$ 1,419	\$ 145,070	\$ 22,634	\$ (5,873)	\$ 51,930



Social Services Administrative Trust Fund	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals  June 30, 2022
\$ —	\$ —	\$ —	\$ 13,084	\$ 14,900	\$ 13,023	\$ 429,971	\$ 91,037	\$ 562,015
—	—	—	7,365	—	16,902	70,503	46,934	141,704
—	—	—	—	—	—	—	8,620	8,620
—	—	1	—	—	—	—	—	6,895
—	—	—	—	—	—	—	—	20,532
—	—	—	—	—	—	—	—	65,396
726	938	8,198	—	—	—	—	—	144,794
5	149	3	3,658	333	480	52,474	6,956	65,541
731	1,087	8,202	24,107	15,233	30,405	552,948	153,547	1,015,497
—	—	—	—	—	—	—	—	20,358
9	909	7,047	—	—	205	3,185	—	87,884
749	182	1,432	1,610	1,049	275	1,266	6,202	118,223
—	—	9	—	—	29,925	—	—	38,575
—	—	—	24,573	22,056	—	460,344	151,184	658,157
—	2	225	—	—	—	317	—	25,257
—	3	328	11	—	—	10,209	—	11,384
758	1,096	9,041	26,194	23,105	30,405	475,321	157,386	959,838
(27)	(9)	(839)	(2,087)	(7,872)	—	77,627	(3,839)	55,659
—	—	—	—	—	—	—	—	105
—	—	—	—	—	—	(3,778)	—	(4,552)
(2)	(4)	(12)	(414)	(6,305)	—	—	(3,475)	(11,797)
—	—	—	84	1,238	4	—	699	2,172
(1)	—	6	—	—	—	—	—	2
(3)	(4)	(6)	(330)	(5,067)	4	(3,778)	(2,776)	(14,070)
(30)	(13)	(845)	(2,417)	(12,939)	4	73,849	(6,615)	41,589
—	—	18	—	—	—	—	—	28
—	—	(20)	—	—	—	—	—	(2,902)
(30)	(13)	(847)	(2,417)	(12,939)	4	73,849	(6,615)	38,715
160	(3,650)	(11,506)	8,052	35,590	121	138,592	55,158	425,947
\$ 130	\$ (3,663)	\$ (12,353)	\$ 5,635	\$ 22,651	\$ 125	\$ 212,441	\$ 48,543	\$ 464,662

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration and Revolving	Working Capital Revolving	General Government Revolving
<b>Cash Flows from Operating Activities:</b>						
Receipts from Internal Customers and Users	\$ 13,406	\$ —	\$ 72,066	\$ 100,889	\$ 15,551	\$ —
Receipts from External Customers and Users	—	6,323	58	7,001	5,055	8,276
Payments to Suppliers	(2,851)	(212)	(34,078)	(70,376)	(13,415)	(5,605)
Payments to Employees	(10,234)	—	(32,293)	(19,531)	(8,298)	(32)
Payments Made for Program Expense	—	(5,246)	(23)	—	(6)	(3,366)
Other Receipts	75	—	11	1,372	6	19
Other Payments	(88)	—	(81)	(103)	(559)	(2)
Net Cash Provided (Used) by Operating Activities	308	865	5,660	19,252	(1,666)	(710)
<b>Cash Flows from Non-Capital Financing Activities:</b>						
Due to Other Funds	(5)	—	(14)	—	—	125
Due from Other Funds	—	(57)	53	1,728	197	(1)
Contributions and Intergovernmental	—	—	73	—	—	32
Transfers to Other Funds	—	(357)	—	(2,267)	—	(258)
Transfers from Other Funds	—	—	10	—	—	—
Net Cash Provided (Used) by Non-Capital Financing Activities	(5)	(414)	122	(539)	197	(102)
<b>Cash Flows from Capital and Related Financing Activities:</b>						
Interest Expense	(7)	—	(646)	(114)	(7)	—
Purchases and Construction of Capital Assets	—	—	(781)	(5,528)	(827)	(62)
Lease Downpayment/Obligations	148	—	(155)	(91)	(138)	—
Financed Purchase Downpayment/Obligations	(240)	—	(1,988)	(6,670)	—	—
Disposal of Capital Assets	22	—	—	—	—	—
Net Cash Provided (Used) by Capital and Related Financing Activities	(77)	—	(3,570)	(12,403)	(972)	(62)
<b>Cash Flows from Investing Activities:</b>						
Proceeds from Sales and Investment Maturities	—	—	—	—	1,349	455
Purchase of Investments	(174)	(311)	(1,502)	(4,753)	—	—
Interest and Dividends Received	—	—	—	117	—	—
Investment Fees	—	—	—	—	—	—
Net Cash Provided (Used) by Investing Activities	(174)	(311)	(1,502)	(4,636)	1,349	455
Net Increase (Decrease) in Cash	52	140	710	1,674	(1,092)	(419)
Cash and Cash Equivalents, Beginning of Year	365	371	1,344	11,083	4,256	2,067
Cash and Cash Equivalents, End of Year	\$ 417	\$ 511	\$ 2,054	\$ 12,757	\$ 3,164	\$ 1,648
<b>Reconciliation of Operating Income (Loss) of Net Cash Provided (Used) by Operating Activities:</b>						
Operating Income (Loss)	\$ (1,133)	\$ 1,077	\$ (9,339)	\$ 6,929	\$ (2,961)	\$ (1,868)
Depreciation/Amortization Expense	553	—	12,429	11,037	687	7
Changes in Assets and Liabilities:						
Accounts Receivable	—	—	—	(138)	44	1,256
Inventories	—	—	(200)	43	(434)	—
Deferred Outflows of Resources	(99)	—	40	110	378	7
Prepaid Items	—	—	—	—	—	—
Accounts Payable	120	(212)	161	(76)	1	(124)
Accrued Payroll	32	—	49	87	(6)	(1)
Unearned Revenue	—	—	—	50	—	—
Claims Liability	—	—	—	—	—	—
Compensated Absences	11	—	(67)	86	—	—
Net OPEB Liability	(281)	—	(820)	(482)	(251)	(3)
Net Pension Liability	(2,296)	—	(6,794)	(4,202)	(2,328)	(13)
Deferred Inflows of Resources	3,401	—	10,201	5,808	3,204	29
Net Cash Provided (Used) by Operating Activities	\$ 308	\$ 865	\$ 5,660	\$ 19,252	\$ (1,666)	\$ (710)
<b>Non-Cash Financing and Investing Activities:</b>						
Lease and Financed Purchase Issuance	\$ 187	\$ —	\$ —	\$ 4,522	\$ 317	\$ —
Increase (Decrease) in Fair Value of Investments	(33)	(40)	(161)	(989)	(238)	(124)
Net Non-Cash Financing and Investing Activities	\$ 154	\$ (40)	\$ (161)	\$ 3,533	\$ 79	\$ (124)

Social Services Administrative Trust	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals  June 30, 2022
\$ 723	\$ 727	\$ —	\$ 13,120	\$ 14,705	\$ —	\$ 419,740	\$ 91,037	\$ 741,964
3	211	8,199	7,203	195	29,893	70,503	56,250	199,170
(785)	(181)	(1,425)	(1,628)	(1,015)	(39)	(1,138)	(8,172)	(140,920)
(6)	(860)	(6,468)	—	—	(205)	(3,005)	—	(80,932)
—	—	(9)	(22,715)	(19,142)	(29,925)	(451,189)	(152,484)	(684,105)
5	149	3	3,658	333	480	52,474	6,956	65,541
—	(3)	(328)	(11)	—	—	(10,209)	—	(11,384)
(60)	43	(28)	(373)	(4,924)	204	77,176	(6,413)	89,334
—	2	(15)	—	—	—	(31,366)	—	(31,273)
59	(1)	—	—	—	—	—	—	1,978
—	—	—	—	—	—	—	—	105
—	—	(20)	—	—	—	—	—	(2,902)
—	—	18	—	—	—	—	—	28
59	1	(17)	—	—	—	(31,366)	—	(32,064)
—	—	—	—	—	—	(3,778)	—	(4,552)
—	(2)	(80)	—	—	—	(121)	—	(7,401)
1	(1)	(6)	—	—	—	—	—	(242)
—	—	—	—	—	—	—	—	(8,898)
—	—	—	—	—	—	(224)	—	(202)
1	(3)	(86)	—	—	—	(4,123)	—	(21,295)
—	—	73	1,934	31,993	—	—	19,413	55,217
(2)	(29)	—	—	(32,175)	—	(95,584)	(26,141)	(160,671)
—	—	—	86	1,288	4	—	720	2,215
—	—	—	—	(94)	—	—	(54)	(148)
(2)	(29)	73	2,020	1,012	4	(95,584)	(6,062)	(103,387)
(2)	12	(58)	1,647	(3,912)	208	(53,897)	(12,475)	(67,412)
31	32	211	2,134	12,464	2,827	245,480	21,016	303,681
\$ 29	\$ 44	\$ 153	\$ 3,781	\$ 8,552	\$ 3,035	\$ 191,583	\$ 8,541	\$ 236,269
\$ (27)	\$ (9)	\$ (839)	\$ (2,087)	\$ (7,872)	\$ —	\$ 77,627	\$ (3,839)	\$ 55,659
—	2	225	—	—	—	317	—	25,257
—	—	—	(162)	—	(32)	(10,401)	2,840	(6,593)
47	—	(1)	—	—	—	—	—	(545)
—	6	27	—	—	—	12	—	481
—	—	—	—	—	—	57	—	57
(83)	1	8	(18)	34	236	71	(1,970)	(1,851)
—	(3)	19	—	—	—	—	—	177
—	—	—	36	—	—	170	(2,144)	(1,888)
—	—	—	1,858	2,914	—	9,155	(1,300)	12,627
3	(20)	34	—	—	—	21	—	68
—	(27)	(163)	—	—	—	—	—	(2,027)
(1)	(239)	(1,387)	—	—	—	(1,126)	—	(18,386)
1	332	2,049	—	—	—	1,273	—	26,298
\$ (60)	\$ 43	\$ (28)	\$ (373)	\$ (4,924)	\$ 204	\$ 77,176	\$ (6,413)	\$ 89,334
\$ —	\$ 3	\$ —	\$ —	\$ —	\$ —	\$ 1,312	\$ —	\$ 6,341
(2)	(4)	(12)	(414)	(6,305)	—	—	(3,475)	(11,797)
\$ (2)	\$ (1)	\$ (12)	\$ (414)	\$ (6,305)	\$ —	\$ 1,312	\$ (3,475)	\$ (5,456)



*The **Fiduciary Funds** account for assets held by the State in a trustee or custodial capacity.*

## **Pension (and Other Employee Benefit) Trust Funds:**

### **Missouri State Employees' Retirement System:**

**Missouri State Employees' Plan** - Accounts for retirement, survivor, and disability benefits paid to employees of the State who are not covered under another state-sponsored retirement plan.

**Judicial Plan** - Accounts for retirement, survivor, and disability benefits to judges in the State of Missouri.

**Missouri Department of Transportation and Highway Patrol Employees' Retirement System** - Accounts for retirement, survivor, and disability benefits paid to Department of Transportation employees and members of the Missouri State Highway Patrol.

**Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust** - Accounts for health and welfare benefits paid for the exclusive benefit of current and future retired employees of the State who are not covered under another state-sponsored other post-employment benefit plan.

**Missouri State Public Employees' Deferred Compensation Incentive (IRC 401a) Plan** - Accounts for retirement benefits paid to employees of the State.

**Missouri State Public Employees' Deferred Compensation (IRC 457) Plan** - Accounts for deposits from State employees, which are invested for the benefit of the employees until properly authorized to distribute.

## **Private-Purpose Trust Funds:**

**Alternative Care Trust** - Accounts for all moneys received and spent by the Division of Family Services on behalf of children in their custody.

**Unclaimed Property** - Accounts for moneys unpaid or unclaimed within one year after final settlement of any executor or administrator, assignee, sheriff or receiver and all unclaimed deposits, dividends, and interest of banks unable to locate the owners.

## **Custodial Funds:**

**Program** - Accounts for the receipt of various taxes, refundable deposits, and other moneys to be held until the State has the right or obligation to distribute them to various entities or individuals.

**Institution** - Accounts for deposits to various institutional accounts and other receipts held by the State until there is proper authorization to disburse them directly to others.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri State Employees' Retirement System		Missouri Department of Transportation and Highway Patrol Employees' Retirement System	Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust	Missouri State Public Employees' Deferred Compensation		Totals
	Missouri State Employees' Plan	Judicial Plan			401 (a) Plan	457 Plan	June 30, 2022
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 11,923	\$ —	\$ 1,064	\$ 2,851	\$ 806	\$ 1,270	\$ 17,914
Investments at Fair Value	11,964,278	275,439	3,058,469	165,785	612,905	1,882,417	17,959,293
Invested Securities Lending Collateral	—	—	23,800	—	—	—	23,800
Receivables, net	953,219	22,935	118,305	30,549	102	304	1,125,414
Due From Other Funds	—	—	—	8,859	—	—	8,859
Capital Assets:							
Non Depreciable Capital Assets	10,726	—	188	—	—	—	10,914
Capital Assets being depreciated/amortized	8,023	—	4,021	—	—	—	12,044
Less Accumulated Depreciation/Amortization	(4,511)	—	(3,820)	—	—	—	(8,331)
Total Capital Assets, Net	14,238	—	389	—	—	—	14,627
Total Assets	12,943,658	298,374	3,202,027	208,044	613,813	1,883,991	19,149,907
<b>DEFERRED OUTFLOWS OF RESOURCES</b>							
	753	17	513	—	20	59	1,362
<b>LIABILITIES</b>							
Accounts Payable	1,084,859	24,909	108,064	268	46	136	1,218,282
Obligations under Repurchase Agreements	3,602,410	82,846	—	—	—	—	3,685,256
Securities Lending Obligation	—	—	24,560	—	—	—	24,560
Unearned Revenue	—	—	—	6,483	—	—	6,483
Claims Liability	—	—	—	7,010	—	—	7,010
Compensated Absences	666	15	239	—	—	—	920
Lease Liability	604	—	—	—	—	—	604
Net OPEB Liability	6,268	145	2,368	—	165	492	9,438
Total Liabilities	4,694,807	107,915	135,231	13,761	211	628	4,952,553
<b>DEFERRED INFLOWS OF RESOURCES</b>							
	1,189	27	116	—	31	93	1,456
Net Position Restricted for Pension Benefits, OPEB, and Deferred Compensation	\$ 8,248,415	\$ 190,449	\$ 3,067,193	\$ 194,283	\$ 613,591	\$ 1,883,329	\$ 14,197,260

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri State Employees' Retirement System		Missouri Department of Transportation and Highway Patrol Employees' Retirement System	Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust	Missouri State Public Employees' Deferred Compensation		Totals
	Missouri State Employees' Plan	Judicial Plan			401 (a) Plan	457 Plan	June 30, 2022
<b>Additions:</b>							
Contributions:							
Employer	\$ 471,302	\$ 39,229	\$ 212,711	\$ 73,022	\$ 26	\$ —	\$ 796,290
Plan Member	41,929	1,551	5,900	43,527	—	71,068	163,975
Other	3,495	—	6,756	67,663	1,366	71,166	150,446
Total Contributions	516,726	40,780	225,367	184,212	1,392	142,234	1,110,711
Investment Earnings:							
Increase (Decrease) in Appreciation of Assets	(314,006)	(7,406)	133,305	—	(50,623)	(250,234)	(488,964)
Interest and Dividends	44,938	1,058	58,449	(12,883)	13,440	48,717	153,719
Securities Lending Income	—	—	288	—	—	—	288
Other Income	(418,922)	(9,634)	—	—	—	—	(428,556)
Total Investment Earnings	(687,990)	(15,982)	192,042	(12,883)	(37,183)	(201,517)	(763,513)
Less Investment Expenses:							
Investment Activity Expense	(128,417)	(2,821)	(69,170)	—	—	—	(200,408)
Securities Lending Expense	—	—	(104)	—	—	—	(104)
Total Investment Expense	(128,417)	(2,821)	(69,274)	—	—	—	(200,512)
Net Investment Earnings (Loss)	(816,407)	(18,803)	122,768	(12,883)	(37,183)	(201,517)	(964,025)
Cost Reimbursement/ Miscellaneous	6	—	—	—	488	2,014	2,508
Total Additions	(299,675)	21,977	348,135	171,329	(35,303)	(57,269)	149,194
<b>Deductions:</b>							
Benefits	948,806	42,513	279,638	161,800	47,367	—	1,480,124
Administrative Expenses	8,811	79	5,206	7,706	697	2,814	25,313
Program Distributions	8,417	17	—	—	—	133,863	142,297
Inactive-vested Buyout Payments	696	—	—	—	—	—	696
Service Transfer Payments	4,672	—	—	—	—	—	4,672
Depreciation/Amortization	438	—	23	—	—	—	461
Total Deductions	971,840	42,609	284,867	169,506	48,064	136,677	1,653,563
Change in Net Position	(1,271,515)	(20,632)	63,268	1,823	(83,367)	(193,946)	(1,504,369)
Net Position - Beginning of Year	9,519,930	211,081	3,003,925	192,460	696,958	2,077,275	15,701,629
Net Position - End of Year	\$ 8,248,415	\$ 190,449	\$ 3,067,193	\$ 194,283	\$ 613,591	\$ 1,883,329	\$ 14,197,260

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**PRIVATE-PURPOSE TRUST FUNDS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Alternative Care Trust	Unclaimed Property	Totals June 30, 2022
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 1,138	\$ 13,900	\$ 15,038
Investments at Fair Value	2,402	24,315	26,717
Assets Held in Escheat	—	22,285	22,285
Receivables, net	104	—	104
Inventories	—	1	1
Capital Assets:			
Capital Assets being depreciated/amortized	—	209	209
Less: Accumulated Depreciation/Amortization	—	(195)	(195)
Total Capital Assets, Net	—	14	14
Total Assets	3,644	60,515	64,159
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	—	333	333
<b>LIABILITIES</b>			
Accounts Payable	904	15	919
Accrued Payroll	—	27	27
Compensated Absences	—	53	53
Net OPEB Liability	—	530	530
Net Pension Liability	—	1,425	1,425
Total Liabilities	904	2,050	2,954
<b>DEFERRED INFLOWS OF RESOURCES</b>	—	380	380
<b>NET POSITION</b>			
Net Position Restricted for Other Purposes	\$ 2,740	\$ 58,418	\$ 61,158



**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**PRIVATE-PURPOSE TRUST FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Alternative Care Trust	Unclaimed Property	Totals June 30, 2022
<b>Additions:</b>			
Increase (Decrease) in Appreciation of Assets	\$ (105)	\$ (5,018)	\$ (5,123)
Interest	22	11	33
Total Investment Earnings	(83)	(5,007)	(5,090)
Unclaimed Property	—	54,222	54,222
Cost Reimbursement/Miscellaneous	12,273	2	12,275
Total Additions	12,190	49,217	61,407
<b>Deductions:</b>			
Administrative Expenses	—	2,524	2,524
Program Distributions	12,630	46,412	59,042
Depreciation/Amortization	—	10	10
Total Deductions	12,630	48,946	61,576
Change in Net Position	(440)	271	(169)
Net Position - Beginning	3,180	58,147	61,327
Net Position - Ending	\$ 2,740	\$ 58,418	\$ 61,158

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Program	Institution	Totals June 30, 2022
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 62,510	\$ 21,964	\$ 84,474
Investments at Fair Value	792,382	12	792,394
Receivable, net	730,833	—	730,833
Total Assets	1,585,725	21,976	1,607,701
<b>LIABILITIES</b>			
Accounts Payable	44	6	50
Due to Other Governments	9,939	—	9,939
Unearned Revenue	588	—	588
Total Liabilities	10,571	6	10,577
<b>NET POSITION</b>			
Net Position Restricted for Individuals, Organizations, and Other Governments	\$ 1,575,154	\$ 21,970	\$ 1,597,124

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**CUSTODIAL FUNDS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Program	Institution	Totals June 30, 2022
<b>Additions:</b>			
Contributions	\$ 3,286,759	\$ 97,325	\$ 3,384,084
Taxes	5,611,788	—	5,611,788
License, Fees, Permits	128,527	—	128,527
Investment Earnings:			
Increase (Decrease) in Appreciation of Assets	62,057	(7)	62,050
Interest	455	1	456
Investment Expense	(14)	—	(14)
Net Investment Earnings (Loss)	62,498	(6)	62,492
Penalties and Unclaimed Property	571	—	571
Cost Reimbursement/Miscellaneous	837	—	837
Total Additions	9,090,980	97,319	9,188,299
<b>Deductions:</b>			
Administrative Expenses	43,879	—	43,879
Distributions to Other Entities/Individuals	3,287,900	109,179	3,397,079
Distributions to Other Governments	5,516,838	—	5,516,838
Total Deductions	8,848,617	109,179	8,957,796
Change in Net Position	242,363	(11,860)	230,503
Net Position - Beginning	1,332,791	33,830	1,366,621
Net Position - Ending	\$ 1,575,154	\$ 21,970	\$ 1,597,124



*The **Component Units** account for all transactions relating to legally separate entities which, for reporting purposes, are a part of the State.*

### **Non-Major Component Units:**

**Missouri Development Finance Board** - Accounts for moneys from bond proceeds, gifts, and grants to make loans for industrial development.

**Missouri Agricultural and Small Business Development Authority** - Accounts for moneys from bond proceeds, gifts, and grants to make loans for property acquisitions/renovations and pollution control facilities.

**Missouri Transportation Finance Corporation** - Accounts for moneys from federal, state or local sources, and from bond proceeds to be used for projects approved by the Missouri Highways and Transportation Commission.

**Missouri Wine and Grape Board** - Accounts for moneys derived from the privilege of selling wine to be used for marketing development in developing programs for growing, selling, and marketing of grape products grown in Missouri.

**State Environmental Improvement Energy Resources Authority** - Accounts for moneys derived from the issuance of revenue bonds and notes to finance, acquire, construct and equip projects for the purpose of reducing, preventing or controlling pollution and to provide for the development of energy resources of the State of Missouri.

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF NET POSITION**  
**NON-MAJOR COMPONENT UNITS**  
**June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals  June 30, 2022
<b>ASSETS</b>						
Current Assets:						
Cash and Cash Equivalents	\$ 14,485	\$ 832	\$ 32,548	\$ 211	\$ 537	\$ 48,613
Investments	23,588	—	23,066	369	1,681	48,704
Receivables, Net	5,768	83	270	1	590	6,712
Inventories	—	—	—	1	—	1
Restricted Assets:						
Cash and Cash Equivalents	—	1,711	—	—	—	1,711
Investments	—	5,853	—	—	—	5,853
Receivables, net	—	1	5,813	—	—	5,814
Prepaid Items	421	—	—	—	5	426
Total Current Assets	44,262	8,480	61,697	582	2,813	117,834
Non-Current Assets:						
Investments	—	—	25,594	—	—	25,594
Receivables, net	27,741	1,499	—	—	—	29,240
Restricted Assets:						
Cash and Cash Equivalents	8,567	—	—	—	—	8,567
Investments	17,165	—	—	—	—	17,165
Receivables, net	—	—	26,916	—	—	26,916
Capital Assets:						
Non Depreciable Capital Assets	7,220	—	—	—	—	7,220
Capital Assets being depreciated/ amortized	81,722	56	—	44	260	82,082
Less Accumulated Depreciation/ Amortization	(30,318)	(38)	—	(43)	(85)	(30,484)
Total Non-Current Assets	112,097	1,517	52,510	1	175	166,300
Total Assets	156,359	9,997	114,207	583	2,988	284,134
<b>DEFERRED OUTFLOWS OF RESOURCES</b>	267	89	—	195	257	808
<b>LIABILITIES</b>						
Current Liabilities:						
Accounts Payable	22	8	13	11	13	67
Accrued Payroll	—	—	—	13	—	13
Interest Payable	15	—	—	—	—	15
Due to Primary Government	—	—	—	1	—	1
Lease Liability	67	—	—	—	38	105
Compensated Absences	43	10	—	21	38	112
Bonds/Notes/Financed Purchase Payable	574	—	—	—	—	574
Total Current Liabilities	721	18	13	46	89	887
Non-Current Liabilities:						
Unearned Revenue	650	—	—	—	—	650
Deposits and Reserves	20,614	—	—	—	—	20,614
Lease Liability	86	—	—	—	135	221
Compensated Absences	5	—	—	11	—	16
Bonds/Notes/Financed Purchase Payable	11,884	—	—	—	—	11,884
Net OPEB Liability	—	205	—	298	246	749
Net Pension Liability	1,517	331	—	754	684	3,286
Total Non-Current Liabilities	34,756	536	—	1,063	1,065	37,420
Total Liabilities	35,477	554	13	1,109	1,154	38,307
<b>DEFERRED INFLOWS OF RESOURCES</b>	7,576	239	—	226	299	8,340
<b>NET POSITION</b>						
Net Investment in Capital Assets	46,015	18	—	1	175	46,209
Restricted for:						
Other Purposes	6,685	7,565	81,382	—	970	96,602
Unrestricted	60,873	1,710	32,812	(558)	647	95,484
Total Net Position	\$ 113,573	\$ 9,293	\$ 114,194	\$ (557)	\$ 1,792	\$ 238,295

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**NON-MAJOR COMPONENT UNITS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals  June 30, 2022
<b>Operating Revenues:</b>						
Licenses, Fees, and Permits	\$ 1,566	\$ 322	\$ 29	\$ 10	\$ 178	\$ 2,105
Interest on Receivables	1,020	—	541	—	—	1,561
Interest on Lease Receivables	281	—	—	—	—	281
Leases and Rentals	5,526	—	—	—	—	5,526
Cost Reimbursement/Miscellaneous	9	—	—	—	5	14
Total Operating Revenues	8,402	322	570	10	183	9,487
<b>Operating Expenses:</b>						
Personal Service	876	246	68	498	383	2,071
Operations	2,172	49	12	1,249	189	3,671
Specific Programs	—	1,988	—	—	843	2,831
Depreciation/Amortization	2,365	9	—	—	26	2,400
Other Charges	62	—	1	37	—	100
Total Operating Expenses	5,475	2,292	81	1,784	1,441	11,073
Operating Income (Loss)	2,927	(1,970)	489	(1,774)	(1,258)	(1,586)
<b>Non-Operating Revenues (Expenses):</b>						
Contributions and Intergovernmental	—	—	—	1,800	969	2,769
Investment Earnings:						
Increase (Decrease) in Fair Value of Investments	(493)	(60)	(1,918)	(17)	(4)	(2,492)
Interest	—	47	616	4	—	667
Interest Expense	(251)	(2)	—	—	—	(253)
Contributions to Others	(404)	—	—	—	—	(404)
Miscellaneous Revenues (Expenses)	22	—	(58)	—	—	(36)
Total Non-Operating Revenues (Expenses)	(1,126)	(15)	(1,360)	1,787	965	251
Change in Net Position	1,801	(1,985)	(871)	13	(293)	(1,335)
Total Net Position - Beginning	111,772	11,278	115,065	(570)	2,085	239,630
Total Net Position - Ending	\$ 113,573	\$ 9,293	\$ 114,194	\$ (557)	\$ 1,792	\$ 238,295

**STATE OF MISSOURI**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NON-MAJOR COMPONENT UNITS**  
**For the Fiscal Year Ended June 30, 2022**  
**(In Thousands of Dollars)**

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals June 30, 2022
<b>Cash Flows from Operating Activities:</b>						
Receipts from Customers and Users	\$ 7,668	\$ 275	\$ 587	\$ 10	\$ 6	\$ 8,546
Loans to Outside Entities	—	(1,058)	(12,666)	—	43	(13,681)
Payments to Vendors and Suppliers	(2,155)	(49)	(3)	(1,249)	(255)	(3,711)
Payments for Employees	(779)	(281)	(68)	(463)	(397)	(1,988)
Payments Made for Program Expense	—	(1,988)	—	—	(843)	(2,831)
Net Payments/Receipts for Tax Credit Projects	14,348	—	—	—	—	14,348
Other Receipts	—	—	—	—	5	5
Other Payments	—	—	(1)	(37)	—	(38)
Net Cash Provided (Used) by Operating Activities	19,082	(3,101)	(12,151)	(1,739)	(1,441)	650
<b>Cash Flows from Non-Capital Financing Activities:</b>						
Due to/from Primary Government	—	(10)	—	—	—	(10)
Advance to/from Primary Government	—	(98)	—	—	—	(98)
Contributions and Intergovernmental	(404)	—	—	1,800	969	2,365
Net Cash Provided (Used) by Non-Capital Financing Activities	(404)	(108)	—	1,800	969	2,257
<b>Cash Flows from Capital and Related Financing Activities:</b>						
Interest Expense	(246)	(2)	—	—	—	(248)
Acquisition and Construction of buildings, equipment, and right of use asset	(307)	—	—	—	(201)	(508)
Lease Downpayment/Obligation	—	—	—	—	173	173
Principal Payments on Capital Debt	(562)	—	—	—	—	(562)
Insurance Proceeds	22	—	—	—	—	22
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,093)	(2)	—	—	(28)	(1,123)
<b>Cash Flows from Investing Activities:</b>						
Proceeds from Investment Maturities	16,486	3,253	41,509	—	265	61,513
Purchase of Investments	(37,183)	—	(22,827)	(53)	—	(60,063)
Interest	(454)	51	616	4	—	217
Investment Fees	—	—	(58)	—	—	(58)
Receipt of Loan Payments	445	—	—	—	—	445
Net Cash Provided (Used) by Investing Activities	(20,706)	3,304	19,240	(49)	265	2,054
Net Increase (Decrease) in Cash	(3,121)	93	7,089	12	(235)	3,838
Cash and Cash Equivalents, Beginning of Year	26,173	2,450	25,459	199	772	55,053
Cash and Cash Equivalents, End of Year	\$ 23,052	\$ 2,543	\$ 32,548	\$ 211	\$ 537	\$ 58,891
<b>Reconciliation of Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>						
Operating Income (Loss)	\$ 2,927	\$ (1,970)	\$ 489	\$ (1,774)	\$ (1,258)	\$ (1,586)
Depreciation/Amortization Expense	2,365	9	—	—	26	2,400
<b>Changes in Assets and Liabilities:</b>						
Accounts Receivable	(7,648)	(47)	—	—	(171)	(7,866)
Interest Receivable	4	—	17	—	(1)	20
Inventories	—	—	—	(1)	—	(1)
Deferred Outflows of Resources	27	59	—	18	20	124
Prepaid Items	229	—	—	—	—	229
Loans Receivable	—	(1,058)	(12,666)	—	43	(13,681)
Accounts Payable	(4)	—	9	1	(66)	(60)
Accrued Payroll	—	—	—	3	—	3
Deposit and Reserve	13,554	—	—	—	—	13,554
Lease Obligation	7,447	—	—	—	—	7,447
Compensated Absences	—	(11)	—	2	10	1
Unearned Revenue	105	—	—	—	—	105
Net Pension Liability	(186)	(288)	—	(118)	(39)	(631)
Net OPEB Liability	—	(5)	—	(44)	14	(35)
Deferred Inflows of Resources	262	210	—	174	(19)	627
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>\$ 19,082</b>	<b>\$ (3,101)</b>	<b>\$ (12,151)</b>	<b>\$ (1,739)</b>	<b>\$ (1,441)</b>	<b>\$ 650</b>
<b>Non-Cash Investing Activities:</b>						
Increase (Decrease) in Fair Value of Investments	\$ (493)	\$ (60)	\$ (1,918)	\$ (17)	\$ (4)	\$ (2,492)
Net Non-Cash Investing Activities	\$ (493)	\$ (60)	\$ (1,918)	\$ (17)	\$ (4)	\$ (2,492)





*The **Statistical Section** presentations include Financial Trends, Revenue Capacity, Debt Capacity, Demographic and Economic Information, and Operating Information trends. The statistical data presented is intended to provide report users with a broader understanding of the environment in which the State operates.*

STATE OF MISSOURI  
STATISTICAL SECTION  
June 30, 2022

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**Index and Overview**

This part of the State's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the State's overall financial health.

**Financial Trends**

*These schedules contain trend information to help the reader understand how the State's financial performance and fiscal health have changed over time.*

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**Sources:** *Unless otherwise noted, the information in these schedules is derived from the State of Missouri Annual Comprehensive Financial Report for the years shown.*

**STATE OF MISSOURI  
NET POSITION BY COMPONENT  
FISCAL YEARS 2013-2022  
(In Thousands of Dollars)**

	2022	2021*	2020	2019	2018
<b>Governmental Activities</b>					
Net Investment in Capital Assets	\$ 32,817,336	31,935,183	\$ 31,404,122	\$ 30,848,265	\$ 30,364,850
Restricted	6,094,563	6,349,360	4,838,035	4,390,964	4,239,726
Unrestricted	(2,497,959)	(6,698,239)	(7,996,677)	(8,259,974)	(7,976,452)
<b>Total Governmental Activities Net Position</b>	<b>\$ 36,413,940</b>	<b>\$ 31,586,304</b>	<b>\$ 28,245,480</b>	<b>\$ 26,979,255</b>	<b>\$ 26,628,124</b>
<b>Business-Type Activities</b>					
Net Investment in Capital Assets	\$ 52,443	111,023	\$ 114,334	\$ 124,985	\$ 126,899
Restricted	19,331	24,078	25,223	6,798	5,616
Unrestricted	830,401	600,128	556,537	956,556	858,356
<b>Total Business-Type Activities Net Position</b>	<b>\$ 902,175</b>	<b>\$ 735,229</b>	<b>\$ 696,094</b>	<b>\$ 1,088,339</b>	<b>\$ 990,871</b>
<b>Primary Government</b>					
Net Investment in Capital Assets	\$ 32,869,779	\$ 32,046,206	\$ 31,518,456	\$ 30,973,250	\$ 30,491,749
Restricted	6,113,894	6,373,438	4,863,258	4,397,762	4,245,342
Unrestricted	(1,667,558)	(6,098,111)	(7,440,140)	(7,303,418)	(7,118,096)
<b>Total Primary Government Net Position</b>	<b>\$ 37,316,115</b>	<b>\$ 32,321,533</b>	<b>\$ 28,941,574</b>	<b>\$ 28,067,594</b>	<b>\$ 27,618,995</b>

**Continues Below**

	2017	2016	2015	2014	2013
<b>Governmental Activities</b>					
Net Investment in Capital Assets	\$ 29,793,477	\$ 29,255,865	\$ 28,791,258	\$ 28,485,327	\$ 28,166,290
Restricted	4,103,890	4,348,001	3,269,480	3,790,165	3,788,299
Unrestricted	(7,606,967)	(5,465,559)	(4,292,710)	(5,501,188)	(1,216,048)
<b>Total Governmental Activities Net Position</b>	<b>\$ 26,290,400</b>	<b>\$ 28,138,307</b>	<b>\$ 27,768,028</b>	<b>\$ 26,774,304</b>	<b>\$ 30,738,541</b>
<b>Business-Type Activities</b>					
Net Investment in Capital Assets	\$ 115,327	\$ 98,320	\$ 55,669	\$ 52,901	\$ 52,217
Restricted	7,239	6,104	4,588	4,889	5,630
Unrestricted	762,633	677,470	420,995	183,705	(117,891)
<b>Total Business-Type Activities Net Position</b>	<b>\$ 885,199</b>	<b>\$ 781,894</b>	<b>\$ 481,252</b>	<b>\$ 241,495</b>	<b>\$ (60,044)</b>
<b>Primary Government</b>					
Net Investment in Capital Assets	\$ 29,908,804	\$ 29,354,185	\$ 28,846,927	\$ 28,538,228	\$ 28,218,507
Restricted	4,111,129	4,354,105	3,274,068	3,795,054	3,793,929
Unrestricted	(6,844,334)	(4,788,089)	(3,871,715)	(5,317,483)	(1,333,939)
<b>Total Primary Government Net Position</b>	<b>\$ 27,175,599</b>	<b>\$ 28,920,201</b>	<b>\$ 28,249,280</b>	<b>\$ 27,015,799</b>	<b>\$ 30,678,497</b>

\*Fiscal year 2021 amounts have been restated.

**STATE OF MISSOURI  
CHANGES IN NET POSITION  
FISCAL YEARS 2013-2022  
(In Thousands of Dollars)**

	2022	2021*	2020	2019
<b>Governmental Activities:</b>				
<b>Expenses</b>				
General Government	\$ 1,388,801	\$ 1,703,806	\$ 1,297,641	\$ 1,276,223
Education	9,056,710	7,782,932	7,065,810	7,142,183
Natural and Economic Resources	1,501,480	1,350,353	944,127	1,055,997
Transportation and Law Enforcement	2,297,701	2,100,853	2,127,151	1,984,162
Human Services	17,459,743	17,022,298	15,285,691	14,445,872
Interest on Debt (Excluding Direct Expense)	79,943	80,878	98,134	109,740
Total Expenses	<u>31,784,378</u>	<u>30,041,120</u>	<u>26,818,554</u>	<u>26,014,177</u>
<b>Program Revenues</b>				
Charges for Services:				
General Government	611,252	1,001,426	578,389	601,303
Transportation and Law Enforcement	266,410	245,340	242,625	215,095
Human Services	578,645	652,425	666,309	554,370
Other Activities	324,499	354,419	360,419	351,597
Operating Grants and Contributions	16,193,195	15,793,490	12,303,616	10,757,841
Capital Grants and Contributions	872,728	1,567,072	887,716	949,652
Total Program Revenues	<u>18,846,729</u>	<u>19,614,172</u>	<u>15,039,074</u>	<u>13,429,858</u>
<b>Total Governmental Activities Net Program (Expense) Revenue</b>	<u>(12,937,649)</u>	<u>(10,426,948)</u>	<u>(11,779,480)</u>	<u>(12,584,319)</u>
<b>General Revenues and Other Changes in Net Position</b>				
Taxes:				
Sales and Use	4,386,219	3,608,744	3,728,384	3,393,577
Individual Income	9,635,689	7,823,594	6,849,589	6,966,221
Corporate Income	876,853	699,212	455,862	477,918
County Foreign Insurance	290,988	266,086	289,015	267,142
Alcoholic Beverage	43,803	38,913	38,640	34,525
Corporate Franchise	—	—	—	1,470
Fuel	783,909	621,624	708,407	671,218
Miscellaneous Taxes	750,712	695,346	581,135	686,510
Grants and Contributions not Restricted to Specific Programs	1,019,257	76,683	51,264	58,534
Unrestricted Investment Earnings	(409,115)	26,704	90,352	79,604
Special Items	—	—	—	—
Extraordinary Items	—	—	—	—
Transfers	386,487	70,605	313,750	304,529
Total General Revenues and Other Changes in Net Position	<u>17,764,802</u>	<u>13,927,511</u>	<u>13,106,398</u>	<u>12,941,248</u>
<b>Total Governmental Activities Change in Net Position</b>	<u>\$ 4,827,153</u>	<u>\$ 3,500,563</u>	<u>\$ 1,326,918</u>	<u>\$ 356,929</u>
<b>Business-Type Activities:</b>				
<b>Expenses</b>				
State Lottery	\$ 1,424,911	\$ 1,434,104	\$ 1,207,182	\$ 1,168,012
Unemployment Compensation	254,450	3,680,869	3,155,342	264,370
Missouri Veterans' Homes	—	—	125,103	125,245
State Fair Fees	4,794	2,257	5,406	4,528
State Parks and DNR	15,456	12,574	15,943	13,257
Historic Preservation	412	376	426	531
Petroleum Storage Tank Insurance	17,047	17,341	20,862	20,345
Surplus Property	1,368	1,706	1,856	2,589
Revenue Information	7	7	8	9
Inmate Canteen	30,891	32,495	30,333	28,498
Total Expenses	<u>1,749,336</u>	<u>5,181,729</u>	<u>4,562,461</u>	<u>1,627,384</u>
<b>Program Revenues</b>				
Charges for Services:				
State Lottery	1,809,209	1,828,313	1,526,247	1,484,529
Other Activities	67,536	64,730	83,928	86,689
Operating Grants and Contributions	423,896	3,260,494	2,851,252	431,609
Total Program Revenues	<u>2,300,641</u>	<u>5,153,537</u>	<u>4,461,427</u>	<u>2,002,827</u>
<b>Total Business-Type Activities Net Program (Expense) Revenue</b>	<u>551,305</u>	<u>(28,192)</u>	<u>(101,034)</u>	<u>375,443</u>
<b>General Revenues and Other Changes in Net Position</b>				
Unrestricted Investment Earnings	2,128	10,379	29,694	26,449
Adjustments to Claims Reserve	—	—	—	—
Special Items	—	—	—	—
Extraordinary Items	—	—	—	—
Capital Contributions	—	—	—	173
Transfers	(386,487)	(70,605)	(313,750)	(304,529)
Total General Revenues and Other Changes in Net Position	<u>(384,359)</u>	<u>(60,226)</u>	<u>(284,056)</u>	<u>(277,907)</u>
<b>Total Business-Type Activities Change in Net Position</b>	<u>\$ 166,946</u>	<u>\$ (88,418)</u>	<u>\$ (385,090)</u>	<u>\$ 97,536</u>
<b>Total Primary Government Change in Net Position</b>	<u>\$ 4,994,099</u>	<u>\$ 3,412,145</u>	<u>\$ 941,828</u>	<u>\$ 454,465</u>

\*Fiscal year 2021 amounts have been restated

2018	2017	2016	2015	2014	2013
\$ 1,265,947	\$ 1,176,204	\$ 1,081,421	\$ 1,064,771	\$ 1,030,327	\$ 1,063,418
7,053,444	7,086,927	6,902,930	6,680,646	6,430,861	6,368,472
1,079,318	1,074,411	1,039,408	910,502	874,033	933,019
1,974,321	2,157,349	1,913,379	1,861,116	1,823,578	1,924,306
14,339,926	13,682,277	13,086,606	12,800,735	12,623,617	12,335,625
120,206	128,108	138,426	139,112	157,707	161,386
25,833,162	25,305,276	24,162,170	23,456,882	22,940,123	22,786,226
588,246	671,875	579,457	581,008	540,427	698,300
227,643	228,039	230,685	228,093	232,176	250,898
559,544	498,348	475,055	503,290	504,443	554,365
325,333	343,363	327,275	327,169	333,898	351,193
10,811,591	10,403,733	10,178,230	9,960,965	9,649,655	9,702,624
1,020,653	923,748	917,255	838,354	933,814	1,039,043
13,533,010	13,069,106	12,707,957	12,438,879	12,194,413	12,596,423
(12,300,152)	(12,236,170)	(11,454,213)	(11,018,003)	(10,745,710)	(10,189,803)
3,235,110	3,267,442	3,112,912	3,142,387	2,925,867	2,883,852
6,796,359	6,648,918	6,324,548	6,418,379	5,718,801	5,833,306
403,771	392,438	411,139	490,131	427,320	429,797
272,497	254,685	218,083	222,828	180,779	175,212
32,602	32,764	30,913	32,101	30,370	30,294
1,968	2,490	17,197	29,982	54,670	51,444
640,767	667,639	640,934	656,893	629,105	648,989
684,578	680,885	663,797	668,955	605,247	630,228
59,233	62,173	58,971	76,276	73,637	120,380
26,308	12,626	26,468	24,721	35,040	(15,858)
—	—	—	—	—	—
—	—	—	—	(132)	—
331,631	289,683	304,320	275,997	291,421	290,900
12,484,824	12,311,743	11,809,282	12,038,650	10,972,125	11,078,544
\$ 184,672	\$ 75,573	\$ 355,069	\$ 1,020,647	\$ 226,415	\$ 888,741
\$ 1,086,927	\$ 1,070,595	\$ 1,025,086	\$ 873,502	\$ 894,137	\$ 876,290
294,271	318,782	312,295	391,508	568,787	858,697
123,095	115,078	100,771	92,501	97,674	97,012
4,880	4,726	4,369	4,390	4,419	3,968
9,829	14,025	8,395	8,264	9,417	9,179
725	1,248	577	741	334	388
21,298	19,392	16,205	14,705	13,244	18,101
2,416	2,523	2,590	3,169	2,528	3,017
12	12	14	13	—	32
46,474	—	—	—	—	—
1,589,927	1,546,381	1,470,302	1,388,793	1,590,540	1,866,684
1,418,409	1,361,996	1,327,852	1,144,604	1,171,580	1,156,235
104,320	61,228	56,005	59,199	57,836	57,009
466,750	553,591	677,118	693,657	999,516	1,172,524
1,989,479	1,976,815	2,060,975	1,897,460	2,228,932	2,385,768
399,552	430,434	590,673	508,667	638,392	519,084
18,338	13,156	11,420	3,591	2,029	(3,138)
—	—	2,500	—	17,223	—
—	—	—	—	—	—
—	(153)	—	—	—	—
11,463	920	—	—	—	35
(331,631)	(289,683)	(304,320)	(275,997)	(291,421)	(290,900)
(301,830)	(275,760)	(290,400)	(272,406)	(272,169)	(294,003)
\$ 97,722	\$ 154,674	\$ 300,273	\$ 236,261	\$ 366,223	\$ 225,081
\$ 282,394	\$ 230,247	\$ 655,342	\$ 1,256,908	\$ 592,638	\$ 1,113,822

**STATE OF MISSOURI  
FUND BALANCES - GOVERNMENTAL FUNDS  
FISCAL YEARS 2013-2022  
(In Thousands of Dollars)**

	2022	2021*	2020	2019	2018
<b>General Fund</b>					
Nonspendable	\$ 161,279	\$ 173,918	\$ 48,942	\$ 47,542	\$ 48,944
Restricted	999,191	1,371,960	598,678	556,252	485,578
Committed	760,316	611,350	662,067	655,263	617,661
Assigned	207,622	144,624	105,074	98,634	86,662
Unassigned	6,555,818	2,395,447	1,107,073	770,145	457,634
<b>Total General Fund</b>	<b>8,684,226</b>	<b>4,697,299</b>	<b>2,521,834</b>	<b>2,127,836</b>	<b>1,696,479</b>
<b>All Other Governmental Funds</b>					
Nonspendable	120,159	115,000	104,480	98,229	95,438
Restricted	2,271,469	2,176,094	1,681,227	1,390,740	1,489,673
Committed	2,414,656	2,618,179	1,964,707	1,799,430	1,787,795
Assigned	481,510	408,917	377,999	377,227	410,182
Unassigned	—	—	—	—	—
<b>Total All Other Governmental Funds</b>	<b>5,287,794</b>	<b>5,318,190</b>	<b>4,128,413</b>	<b>3,665,626</b>	<b>3,783,088</b>
<b>Total Fund Balances, Governmental Funds</b>	<b>\$ 13,972,020</b>	<b>\$ 10,015,489</b>	<b>\$ 6,650,247</b>	<b>\$ 5,793,462</b>	<b>\$ 5,479,567</b>

**Continues Below**

	2017	2016	2015	2014	2013
<b>General Fund</b>					
Nonspendable	\$ 52,969	\$ 58,712	\$ 53,809	\$ 50,504	\$ 56,048
Restricted	341,052	488,180	292,758	289,266	285,878
Committed	590,697	589,956	545,765	560,141	506,778
Assigned	154,634	78,096	158,390	73,625	67,277
Unassigned	294,901	238,735	349,901	244,821	530,431
<b>Total General Fund</b>	<b>1,434,253</b>	<b>1,453,679</b>	<b>1,400,623</b>	<b>1,218,357</b>	<b>1,446,412</b>
<b>All Other Governmental Funds</b>					
Nonspendable	97,723	97,027	1,243,039	1,170,054	1,126,253
Restricted	1,517,114	1,699,763	1,512,228	1,544,139	1,636,550
Committed	1,614,390	1,543,913	377,527	345,465	337,874
Assigned	422,122	430,901	425,256	400,668	370,090
Unassigned	(17,628)	—	—	—	—
<b>Total All Other Governmental Funds</b>	<b>3,633,721</b>	<b>3,771,604</b>	<b>3,558,050</b>	<b>3,460,326</b>	<b>3,470,767</b>
<b>Total Fund Balances, Governmental Funds</b>	<b>\$ 5,067,974</b>	<b>\$ 5,225,283</b>	<b>\$ 4,958,673</b>	<b>\$ 4,678,683</b>	<b>\$ 4,917,179</b>

\*Fiscal year 2021 amounts have been restated.

**STATE OF MISSOURI  
CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FISCAL YEARS 2013-2022  
(In Thousands of Dollars)**

	2022	2021*	2020	2019
<b>Revenues:</b>				
Taxes	\$ 16,231,497	\$ 13,887,139	\$ 12,075,141	\$ 12,465,629
Licenses, Fees, and Permits	766,801	736,492	717,899	710,814
Sales	15,644	12,203	12,429	8,587
Leases and Rentals	657	498	376	138
Services	147,956	145,445	122,012	121,249
Contributions and Intergovernmental	18,080,288	17,434,708	13,242,981	11,765,170
Investment Earnings:				
Net Increase (Decrease) in the				
Fair Value of Investments	(455,494)	(17,682)	13,817	9,766
Interest	61,300	53,634	105,830	93,129
Penalties and Unclaimed Properties	77,518	566,781	85,289	85,784
Cost Reimbursement/Miscellaneous	520,977	519,765	614,641	488,501
Total Revenues	<u>35,447,144</u>	<u>33,338,983</u>	<u>26,990,415</u>	<u>25,748,767</u>
<b>Expenditures:</b>				
Current:				
General Government	1,181,939	1,470,082	1,010,225	964,166
Education	9,043,927	7,755,012	7,039,061	7,117,049
Natural and Economic Resources	1,369,881	1,196,800	714,899	822,854
Transportation and Law Enforcement	1,705,416	1,617,005	1,605,982	1,454,177
Human Services	17,156,318	16,676,407	14,849,266	14,066,072
Capital Outlay:				
General Government	9,764	7,270	13,836	1,242
Education	—	—	—	12
Natural and Economic Resources	527	23	2,638	629
Transportation and Law Enforcement	1,089,616	1,019,614	1,003,310	834,991
Human Services	2,735	434	1,955	32,605
Debt Service:				
Principal	337,777	286,630	266,278	334,138
Interest	106,408	114,360	117,855	134,110
Bond Issuance Costs	—	339	668	370
Underwriter's Discount	—	47	12	—
Total Expenditures	<u>32,004,308</u>	<u>30,144,023</u>	<u>26,625,985</u>	<u>25,762,415</u>
Excess Revenues (Expenditures)	<u>3,442,836</u>	<u>3,194,960</u>	<u>364,430</u>	<u>(13,648)</u>
<b>Other Financing Sources (Uses):</b>				
Proceeds from Notes/Capital Leases/Financed				
Purchases	20,007	9,273	2,161	1,612
Proceeds from General Obligation/Other Bonds	88,955	—	178,370	102,705
Issuance of Refunding Bonds	—	172,850	38,920	—
Payments to Escrow Agent	—	(208,893)	(41,069)	(111,483)
Bond Premium	11,439	36,429	25,458	9,148
Proceeds from Capital Asset Sale	14,461	13,213	27,791	15,300
Transfers In	398,475	409,430	332,220	323,846
Transfers Out	(9,114)	(339,368)	(17,300)	(16,541)
Total Other Financing Sources (Uses)	<u>524,223</u>	<u>92,934</u>	<u>546,551</u>	<u>324,587</u>
Net Change in Fund Balances	<u>3,967,059</u>	<u>3,287,894</u>	<u>910,981</u>	<u>310,939</u>
Increase (Decrease) in Reserve for Inventory	<u>(10,902)</u>	<u>88,156</u>	<u>2,575</u>	<u>425</u>
<b>Net Change in Fund Balances</b>	<u><u>\$ 3,956,157</u></u>	<u><u>\$ 3,376,050</u></u>	<u><u>\$ 913,556</u></u>	<u><u>\$ 311,364</u></u>
<b>Debt Service as a Percentage of Non-Capital Expenditures</b>	1.44 %	1.38 %	1.50 %	1.88 %

\*Fiscal year 2021 amounts have been restated.

2018	2017	2016	2015	2014	2013
\$ 12,151,078	\$ 11,877,303	\$ 11,550,222	\$ 11,302,267	\$ 10,549,046	\$ 10,557,831
675,447	678,037	685,115	653,218	654,416	647,233
9,527	9,035	9,002	11,905	12,308	10,261
157	158	71	497	480	1,212
148,653	122,531	116,133	105,066	111,280	115,219
11,890,439	11,395,032	11,157,654	10,871,669	10,652,830	10,860,366
(15,384)	(10,530)	5,975	2,006	6,737	(25,606)
60,189	34,080	25,534	29,911	50,251	27,839
69,907	96,568	72,435	131,384	74,642	112,951
513,741	564,390	492,593	525,729	507,763	687,609
25,503,754	24,766,604	24,114,734	23,633,652	22,619,753	22,994,915
909,941	884,641	886,172	869,266	844,854	884,342
7,031,232	7,071,710	6,893,120	6,673,331	6,419,231	6,351,934
869,568	896,485	913,667	833,441	831,495	856,133
1,483,225	1,473,797	1,475,500	1,558,694	1,350,588	1,406,509
14,012,219	13,629,856	13,037,667	12,761,134	12,447,706	12,162,029
1,320	14,057	2,474	—	34	8
106	348	29	—	—	—
3,549	2,027	246	—	—	—
854,707	712,716	690,269	714,550	852,832	963,001
64,467	54,915	37,384	1,354	—	—
333,480	436,938	292,521	285,627	256,221	216,017
144,976	159,977	166,000	166,672	187,123	189,920
356	336	755	831	1,545	920
985	972	1,231	2,260	4,075	2,423
25,710,131	25,338,775	24,397,035	23,867,160	23,195,704	23,033,236
(206,377)	(572,171)	(282,301)	(233,508)	(575,951)	(38,321)
6,934	1,542	14,782	1,819	1,400	712
124,905	97,225	193,800	129,465	—	—
—	—	—	108,930	995,555	441,690
—	—	—	(121,020)	(1,177,908)	(486,904)
9,751	5,877	17,810	18,622	195,638	48,276
18,034	20,305	18,394	11,137	13,867	19,310
342,979	297,229	310,842	285,468	304,688	312,595
(9,177)	(5,598)	(6,010)	(9,547)	(12,763)	(21,846)
493,426	416,580	549,618	424,874	320,477	313,833
287,049	(155,591)	267,317	191,366	(255,474)	275,512
(154)	(1,716)	(707)	4,928	153	(4,402)
\$ 286,895	\$ (157,307)	\$ 266,610	\$ 196,294	\$ (255,321)	\$ 271,110
1.94 %	2.45 %	1.96 %	1.99 %	2.02 %	1.85 %



**STATE OF MISSOURI  
REVENUE BASE - TAXABLE SALES BY INDUSTRY  
FISCAL YEARS 2013-2022**

**Taxable Sales by Industry**

	2022	2021	2020	2019	2018
Agricultural/Forestry, Fishing, and Other	\$ 276,392,903	\$ 246,034,302	\$ 255,902,100	\$ 160,462,181	\$ 243,431,996
Mining	307,630,776	285,978,926	303,401,444	353,489,366	453,466,663
Construction	829,146,128	695,869,598	712,675,722	998,174,516	801,058,193
Manufacturing	2,934,314,514	2,530,789,425	2,541,840,495	3,395,360,423	4,543,245,262
Transportation and Public Utilities	4,628,779,291	4,479,764,637	4,965,281,719	6,704,044,793	7,431,439,993
Wholesale Trade	6,286,350,711	5,423,631,630	5,417,878,906	8,580,382,365	37,375,445,863
Retail Trade	48,206,885,473	45,191,494,301	43,584,455,906	44,832,734,671	26,306,855,209
Finance, Insurance, and Real Estate	1,388,053,887	1,300,018,426	1,350,810,033	1,700,974,266	2,244,925,706
Services	21,608,716,730	21,114,833,756	19,466,475,589	14,558,550,695	8,557,460,947
State and Local Government	217,083,677	214,953,266	215,399,261	229,536,272	248,500,694
Non-Classifiable	—	—	—	—	—
<b>Total Taxable Sales</b>	<b>\$86,683,354,090</b>	<b>\$81,483,368,267</b>	<b>\$78,814,121,175</b>	<b>\$81,513,709,548</b>	<b>\$88,205,830,526</b>
<b>Direct Sales Tax Rate</b>	4.225 %	4.225 %	4.225 %	4.225 %	4.225 %

**Continues Below**

**Taxable Sales by Industry**

	2017	2016	2015	2014	2013
Agricultural/Forestry, Fishing, and Other	\$ 259,105,220	\$ 245,772,867	\$ 240,000,494	\$ 236,474,690	\$ 215,327,746
Mining	110,484,032	106,659,795	87,523,595	76,102,321	72,364,854
Construction	1,788,629,305	1,677,123,560	950,357,972	903,053,231	837,805,800
Manufacturing	4,758,144,850	4,686,174,181	4,512,551,497	4,452,723,181	4,122,180,876
Transportation and Public Utilities	7,991,327,737	7,941,221,199	8,150,393,880	8,296,512,631	7,865,266,716
Wholesale Trade	9,478,033,276	9,258,220,896	8,772,153,165	8,355,874,187	8,201,088,643
Retail Trade	52,013,596,266	50,710,170,965	48,945,156,057	46,883,720,342	45,955,834,897
Finance, Insurance, and Real Estate	675,498,078	639,535,606	459,394,721	428,174,408	555,096,635
Services	10,958,489,216	10,508,298,419	10,167,703,650	9,615,517,898	9,242,131,446
State and Local Government	137,361,580	130,923,934	149,553,253	196,281,904	164,729,390
Non-Classifiable	13,251,530	12,784,255	12,193,479	13,389,207	19,041,853
<b>Total Taxable Sales</b>	<b>\$88,183,921,090</b>	<b>\$85,916,885,677</b>	<b>\$82,446,981,763</b>	<b>\$79,457,824,000</b>	<b>\$77,250,868,856</b>
<b>Direct Sales Tax Rate</b>	4.225 %	4.225 %	4.225 %	4.225 %	4.225 %

Source: Missouri Department of Revenue

\* During fiscal year 2018 the State replaced the Standard Industrial Classification System with the more consistent North American Industry Classification System to classify revenues.

**STATE OF MISSOURI  
REVENUE BASE - PERSONAL INCOME BY INDUSTRY  
CALENDAR YEARS 2012-2021**

<b>Personal Income by Industry (In Thousands of Dollars)</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>
Farm Earnings	\$ 2,120,559	\$ 2,592,086	\$ 1,291,799	\$ 266,645	\$ 1,062,184
Agricultural/Forestry, Fishing, and Other	465,889	465,164	490,883	482,308	424,552
Mining	1,011,259	477,408	393,973	336,767	241,988
Construction/Utilities	18,848,403	15,753,973	15,021,227	14,235,375	13,819,650
Manufacturing	23,377,163	22,690,355	23,566,152	22,730,105	21,229,515
Transportation and Public Utilities	8,525,474	7,993,389	8,098,772	7,511,308	7,189,504
Wholesale Trade	12,654,020	11,662,396	11,548,530	11,056,910	10,826,692
Retail Trade	14,347,559	12,918,851	12,396,283	11,993,104	11,749,093
Finance, Insurance, and Real Estate	21,116,034	19,859,350	18,236,762	19,493,630	17,761,199
Services	96,732,347	89,808,713	90,210,784	86,806,984	82,115,017
Federal, Civilian	6,752,692	6,522,907	6,180,879	6,078,280	5,843,242
Military	2,223,367	2,198,275	2,120,915	2,000,240	1,912,463
State and Local Government	23,706,169	23,261,811	23,209,704	22,440,186	22,264,323
<b>Total Personal Income</b>	<b>\$231,880,935</b>	<b>\$216,204,678</b>	<b>\$212,766,663</b>	<b>\$205,431,842</b>	<b>\$196,439,422</b>
<b>Total Direct Personal Income Tax Rate</b>	<b>5.4 %</b>	<b>5.4 %</b>	<b>6.0 %</b>	<b>6.0 %</b>	<b>6.0 %</b>

**Continues Below**

<b>Personal Income by Industry (In Thousands of Dollars)</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>	<b>2012</b>
Farm Earnings	\$ 829,415	\$ 722,021	\$ 3,786,857	\$ 1,626,591	\$ 1,257,121
Agricultural/Forestry, Fishing, and Other	457,108	451,862	394,686	397,546	319,736
Mining	320,915	345,512	450,247	531,506	533,997
Construction/Utilities	12,748,129	11,973,872	12,039,804	11,722,352	11,021,154
Manufacturing	20,542,795	20,483,723	19,405,898	18,638,481	18,223,989
Transportation and Public Utilities	6,957,284	6,937,566	6,632,242	6,641,733	6,329,830
Wholesale Trade	10,831,422	11,063,357	10,168,424	9,614,681	9,401,253
Retail Trade	11,785,062	11,618,585	11,353,713	11,045,743	10,981,844
Finance, Insurance, and Real Estate	15,456,673	15,873,119	14,637,085	13,981,286	13,577,510
Services	78,239,644	77,566,750	75,021,866	73,357,863	70,695,009
Federal, Civilian	5,677,270	5,566,826	5,370,947	5,170,204	5,326,901
Military	1,879,387	1,889,251	1,906,989	2,165,907	2,087,494
State and Local Government	22,256,414	21,860,748	21,611,208	21,013,029	20,951,836
<b>Total Personal Income</b>	<b>\$187,981,518</b>	<b>\$186,353,192</b>	<b>\$182,779,966</b>	<b>\$175,906,922</b>	<b>\$170,707,674</b>
<b>Total Direct Personal Income Tax Rate</b>	<b>6.0 %</b>	<b>6.0 %</b>	<b>6.0 %</b>	<b>6.0 %</b>	<b>6.0 %</b>

Source: Bureau of Economic Analysis

**STATE OF MISSOURI  
PERSONAL INCOME TAX REVENUE  
FISCAL YEARS 2013-2022**

<b>Personal Income Tax Revenue</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Personal Income Tax Revenue	\$ 9,840,438,433	\$ 8,821,631,860	\$ 6,948,385,189	\$ 7,654,451,494	\$ 7,737,588,498
Personal Income (Federal AGI)	\$384,327,372,548	\$374,015,644,578	\$294,938,339,311	\$314,827,907,242	\$304,938,141,965
Taxable Income	\$311,987,206,475	\$296,040,234,782	\$228,600,967,718	\$235,907,363,855	\$228,943,859,159
Average Effective Rate:					
Federal Adjusted Gross Taxable Income	2.56%	2.36%	2.36%	2.43%	2.54%
	3.15%	2.98%	3.04%	3.24%	3.38%

**Continues Below**

<b>Personal Income Tax Revenue</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>	<b>2013</b>
Personal Income Tax Revenue	\$ 7,331,004,490	\$ 7,182,257,124	\$ 6,904,280,506	\$ 6,421,723,597	\$ 6,374,093,816
Personal Income (Federal AGI)	\$308,516,717,209	\$295,120,344,327	\$272,999,790,569	\$286,579,465,435	\$238,522,413,855
Taxable Income	\$233,037,149,447	\$223,319,685,253	\$204,984,460,785	\$215,915,208,076	\$176,397,991,056
Average Effective Rate:					
Federal Adjusted Gross Taxable Income	2.38%	2.43%	2.53%	2.24%	2.67%
	3.15%	3.22%	3.37%	2.97%	3.61%

Note: Article X, Sections 16 through 24 of the Missouri Constitution establishes a revenue limit for Missouri State Government. When total revenues exceed the limit, tax refunds are generated.

Source: Missouri Department of Revenue

**STATE OF MISSOURI  
PERSONAL INCOME TAX RATES  
FISCAL YEARS 2013-2022**

**Ranges of Tax Rates  
on the Portion of  
Taxable Income  
(In Thousands)**

**\*In dollar amounts**

	2022			2021			2020			2019		
Tax Rate	\$ —	plus	1.5%	\$ —	plus	1.5%	\$ —	plus	1.5%	\$ —	plus	1.5%
Income Levels			112-1,121			109-1,088			107-1,073			105-1,053
Tax Rate	17	plus	2.0%	16	plus	2.0%	16	plus	2.0%	16	plus	2.0%
Income Levels			1,122-2,242			1,089-2,176			1,074-2,146			1,054-2,106
Tax Rate	39	plus	2.5%	38	plus	2.5%	37	plus	2.5%	37	plus	2.5%
Income Levels			2,243-3,363			2,177-3,264			2,147-3,219			2,107-3,159
Tax Rate	67	plus	3.0%	65	plus	3.0%	64	plus	3.0%	64	plus	3.0%
Income Levels			3,364-4,484			3,265-4,352			3,220-4,292			3,160-4,212
Tax Rate	101	plus	3.5%	98	plus	3.5%	96	plus	3.5%	96	plus	3.5%
Income Levels			4,485-5,605			4,353-5,440			4,293-5,365			4,213-5,265
Tax Rate	140	plus	4.0%	136	plus	4.0%	134	plus	4.0%	134	plus	4.0%
Income Levels			5,606-6,726			5,441-6,528			5,366-6,438			5,266-6,318
Tax Rate	185	plus	4.5%	180	plus	4.5%	177	plus	4.5%	177	plus	4.5%
Income Levels			6,727-7,847			6,529-7,616			6,439-7,511			6,319-7,371
Tax Rate	235	plus	5.0%	229	plus	5.0%	225	plus	5.0%	225	plus	5.0%
Income Levels			7,848-8,968			7,617-8,704			7,512-8,584			7,372-8,424
Tax Rate	291	plus	5.3%	283	plus	5.4%	279	plus	5.4%	279	plus	5.4%
Income Levels			8,968+			8,704+			8,584+			8,424+
Tax Rate	—	plus	—%	—	plus	—%	—	plus	—%	—	plus	—%
Income Levels			—			—			—			—

Continues Below

**Ranges of Tax Rates  
on the Portion of  
Taxable Income  
(In Thousands of Dollars)**

	2018				2017				2016	2015	2014	2013
Tax Rate	\$ —	plus	1.5%		\$ —	plus	1.5 %		1.5 %	1.5 %	1.5 %	1.5 %
Income Levels			103-1,028				101-1,008		1.1-2	1.1-2	1.1-2	1.1-2
Tax Rate	16	plus	2.0%		15	plus	2.0 %		2.0%	2.0 %	2.0 %	2.0 %
Income Levels			1,029-2,056				1,009-2,016		2.1-3	2.1-3	2.1-3	2.1-3
Tax Rate	36	plus	2.5%		35	plus	2.5 %		2.5%	2.5 %	2.5 %	2.5 %
Income Levels			2,057-3,084				2,017-3,024		3.1-4	3.1-4	3.1-4	3.1-4
Tax Rate	62	plus	3.0%		60	plus	3.0 %		3.0%	3.0 %	3.0 %	3.0 %
Income Levels			3,085-4,113				3,025-4,032		4.1-5	4.1-5	4.1-5	4.1-5
Tax Rate	93	plus	3.5%		90	plus	3.5 %		3.5%	3.5 %	3.5 %	3.5 %
Income Levels			4,114-5,141				4,033-5,040		5.1-6	5.1-6	5.1-6	5.1-6
Tax Rate	129	plus	4.0%		125	plus	4.0 %		4.0%	4.0 %	4.0 %	4.0 %
Income Levels			5,142-6,169				5,041-6,048		6.1-7	6.1-7	6.1-7	6.1-7
Tax Rate	170	plus	4.5%		165	plus	4.5 %		4.5%	4.5 %	4.5 %	4.5 %
Income Levels			6,170-7,197				6,049-7,056		7.1-8	7.1-8	7.1-8	7.1-8
Tax Rate	216	plus	5.0%		210	plus	5.0 %		5.0%	5.0 %	5.0 %	5.0 %
Income Levels			7,198-8,225				7,057-8,064		8.1-9	8.1-9	8.1-9	8.1-9
Tax Rate	267	plus	5.5%		260	plus	5.5 %		6.0%	6.0 %	6.0 %	6.0 %
Income Levels			8,226-9,253				8,065-9,072		9.1+	9.1+	9.1+	9.1+
Tax Rate	324	plus	5.9%		315	plus	6.0 %					
Income Levels			9,253+				9,072+					

Note: Article X, Sections 16 through 24 of the Missouri Constitution establishes a revenue limit for Missouri State Government. When total revenues exceed the limit, tax refunds are generated

Source: Missouri Department of Revenue

\*The tax rate table changed in 2017 due to new legislation on how the rates were to be calculated.

**STATE OF MISSOURI  
REVENUE PAYERS BY INDUSTRY  
FISCAL YEARS 2013-2022**

<b>Sales Tax</b>	2022	%	2021	%	2020	%
Agricultural	\$ 11,677,600	0.32 %	\$ 10,394,949	0.30 %	\$ 10,811,864	0.33 %
Mining	12,997,400	0.35 %	12,082,610	0.35 %	12,818,711	0.39 %
Construction	35,031,424	0.96 %	29,400,491	0.85 %	30,110,549	0.90 %
Manufacturing	123,974,788	3.39 %	106,925,853	3.11 %	107,392,761	3.23 %
Transportation & Utilities	195,565,925	5.34 %	189,270,056	5.50 %	209,783,153	6.30 %
Wholesale Trade	265,598,318	7.25 %	229,148,436	6.66 %	228,905,384	6.87 %
Retail Trade	2,036,740,911	55.61 %	1,909,340,634	55.46 %	1,841,443,262	55.30 %
Finance, Insurance, & Real Estate	58,645,277	1.60 %	54,925,778	1.60 %	57,071,724	1.71 %
Services	912,968,282	24.93 %	892,101,726	25.91 %	822,458,597	24.70 %
Government	9,171,785	0.25 %	9,081,775	0.26 %	9,100,619	0.27 %
Non-Classifiable	—	— %	—	— %	—	— %
<b>Total</b>	<b>\$ 3,662,371,710</b>	<b>100.00 %</b>	<b>\$ 3,442,672,308</b>	<b>100.00 %</b>	<b>\$ 3,329,896,624</b>	<b>100.00 %</b>
	2019	%	2018	%	2017	%
Agricultural	\$ 6,779,527	0.20 %	\$ 10,285,002	0.28 %	\$ 10,947,196	0.29 %
Mining	14,934,926	0.43 %	19,158,966	0.51 %	4,667,950	0.12 %
Construction	42,172,873	1.23 %	33,955,810	0.91 %	75,569,588	2.03 %
Manufacturing	143,453,978	4.16 %	191,952,112	5.15 %	201,031,620	5.40 %
Transportation & Utilities	283,245,892	8.22 %	313,978,340	8.43 %	337,633,597	9.06 %
Wholesale Trade	362,521,155	10.53 %	1,579,112,588	42.37 %	400,446,906	10.75 %
Retail Trade	1,894,183,040	55.00 %	1,111,464,633	29.82 %	2,197,574,442	58.98 %
Finance, Insurance, & Real Estate	71,866,163	2.09 %	94,848,111	2.55 %	28,539,794	0.77 %
Services	615,098,767	17.86 %	361,552,725	9.70 %	462,996,169	12.43 %
Government	9,697,907	0.28 %	10,499,154	0.28 %	5,803,527	0.16 %
Non-Classifiable	—	— %	—	— %	559,877	0.01 %
<b>Total</b>	<b>\$ 3,443,954,228</b>	<b>100.00 %</b>	<b>\$ 3,726,807,441</b>	<b>100.00 %</b>	<b>\$ 3,725,770,666</b>	<b>100.00 %</b>
	2016	%	2015	%	2014	%
Agricultural	\$ 10,383,904	0.36 %	\$ 10,140,021	0.29 %	\$ 9,991,056	0.30 %
Mining	4,506,376	0.16 %	3,697,872	0.11 %	3,215,323	0.09 %
Construction	37,780,540	1.31 %	40,152,624	1.15 %	38,153,999	1.14 %
Manufacturing	192,230,237	6.67 %	190,655,301	5.47 %	188,127,554	5.60 %
Transportation & Utilities	330,960,635	11.49 %	344,354,141	9.89 %	350,527,659	10.44 %
Wholesale Trade	261,477,270	9.07 %	370,623,471	10.64 %	353,035,684	10.52 %
Retail Trade	1,568,702,724	54.44 %	2,067,932,843	59.37 %	1,980,837,184	59.00 %
Finance, Insurance, & Real Estate	25,446,129	0.88 %	19,409,427	0.56 %	18,090,369	0.54 %
Services	443,975,608	15.41 %	429,585,479	12.33 %	406,255,631	12.10 %
Government	5,531,536	0.19 %	6,318,625	0.18 %	8,292,910	0.25 %
Non-Classifiable	540,135	0.02 %	515,174	0.01 %	565,694	0.02 %
<b>Total</b>	<b>\$ 2,881,535,094</b>	<b>100.00 %</b>	<b>\$ 3,483,384,978</b>	<b>100.00 %</b>	<b>\$ 3,357,093,063</b>	<b>100.00 %</b>
	2013	%				
Agricultural	\$ 9,097,597	0.28 %				
Mining	3,057,415	0.09 %				
Construction	35,397,295	1.08 %				
Manufacturing	174,162,142	5.34 %				
Transportation & Utilities	332,307,519	10.18 %				
Wholesale Trade	346,495,995	10.62 %				
Retail Trade	1,941,634,024	59.49 %				
Finance, Insurance, & Real Estate	23,452,833	0.72 %				
Services	390,480,054	11.96 %				
Government	6,959,817	0.21 %				
Non-Classifiable	804,518	0.03 %				
<b>Total</b>	<b>\$ 3,263,849,209</b>	<b>100.00 %</b>				

Source: Missouri Department of Revenue

\* During fiscal year 2018 the State replaced the Standard Industrial Classification System with the more consistent North American Industry Classification System to classify revenues.

**STATE OF MISSOURI  
PERSONAL INCOME TAX FILERS/LIABILITY  
FISCAL YEARS 2013 AND 2022**

**Personal Income\***

2022				
	Number of Filers	% of Total	Personal Income Tax Liability	% of Total
\$50,000 and under	2,893,070	64.56 %	\$ 1,068,929,679	13.60 %
\$50,000 - \$100,000	1,058,908	23.63 %	2,134,431,345	27.17 %
\$100,000 - \$250,000	412,511	9.20 %	2,029,785,305	25.84 %
\$250,000 - \$1,000,000	95,722	2.14 %	1,279,924,704	16.29 %
\$1,000,000 and over	20,986	0.47 %	1,343,317,222	17.10 %
<b>Total</b>	<b>4,481,197</b>	<b>100.00 %</b>	<b>\$ 7,856,388,255</b>	<b>100.00 %</b>

2013				
	Number of Filers	% of Total	Personal Income Tax Liability	% of Total
\$50,000 and under	3,270,678	75.46 %	\$ 1,281,485,674	23.07 %
\$50,000 - \$100,000	768,319	17.73 %	1,524,497,124	27.45 %
\$100,000 - \$250,000	226,312	5.22 %	1,106,697,759	19.92 %
\$250,000 - \$1,000,000	55,761	1.29 %	808,368,941	14.55 %
\$1,000,000 and over	13,234	0.30 %	833,829,363	15.01 %
<b>Total</b>	<b>4,334,304</b>	<b>100.00 %</b>	<b>\$ 5,554,878,861</b>	<b>100.00 %</b>

\*Federal Adjusted Gross Income

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available.  
The categories presented are intended to provide alternative information regarding the sources of the State's revenue.

Source: Missouri Department of Revenue

**STATE OF MISSOURI**  
**RATIOS OF OUTSTANDING DEBT**  
**FISCAL YEARS 2013-2022**  
(In Thousands of Dollars Except Per Capita)

	2022	2021*	2020	2019
<b>Governmental Activities</b>				
General Obligation Bonds	\$ 12,090	\$ 28,650	\$ 44,530	\$ 66,120
Other Bonds	1,950,235	2,164,800	2,460,650	2,523,955
Leasehold Revenue Bonds	—	20,770	22,505	24,170
Certificates of Participation	—	—	—	—
Financed Purchases	31,417	20,428	22,755	30,748
Capital Leases	—	17,721	17,904	21,425
Leases	103,613	—	—	—
<b>Total Governmental Activities</b>	<b>\$ 2,097,355</b>	<b>\$ 2,252,369</b>	<b>\$ 2,568,344</b>	<b>\$ 2,666,418</b>
<b>Business-Type Activities</b>				
Financed Purchases	\$ —	\$ —	\$ —	\$ 2
Other Bonds	57,575	—	—	—
Leases	1,874	—	—	—
<b>Total Business-Type Activities</b>	<b>\$ 59,449</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 2</b>
<b>Total Primary Government</b>	<b>\$ 2,156,804</b>	<b>\$ 2,252,369</b>	<b>\$ 2,568,344</b>	<b>\$ 2,666,420</b>
Personal Income	\$340,232,000	\$314,818,000	\$298,620,000	\$285,704,000
Debt as a Percentage of Personal Income <sup>1</sup>	0.6 %	0.7 %	0.9 %	0.9 %
Debt Per Capita <sup>1</sup>	\$ 350	\$ 366	\$ 419	\$ 441
<b>Legal Debt Margin Calculation for Fiscal Year 2022:</b>				
General Obligation Bonds Authorized (Legislative Debt Limit)	\$ 1,726,395			
Unforeseen Emergency or Casual Deficiency	1,000			
Less: General Obligation Issued	(1,489,494)			
Legal Debt Margin	<u>\$ 237,901</u>			
<b>Legal Debt Margin Summary by Fiscal Year:</b>				
Legislative Debt Limit	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395
Total Net Debt Applicable to Limit	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)
Legal Debt Margin	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>
Legal Debt Margin to Debt Limit Ratio	13.78 %	13.78 %	13.78 %	13.78 %

<sup>1</sup> These ratios are calculated using personal income and population for the calendar year.  
See *Demographic Indicators* for personal income and population data.

\*Fiscal year 2021 amounts have been restated.

\*Per GASB 87, Leasehold Revenue Bonds are considered Financed Purchases as of fiscal year 2022 and has been combined on this schedule for fiscal year 2022 and future years.

\*Per GASB 87, Capital Leases are no longer reported and Leases are reported for year 2022 and future years.

2018	2017	2016	2015	2014	2013
\$ 104,695	\$ 154,830	\$ 208,880	\$ 266,275	\$ 323,395	\$ 378,150
2,807,240	2,943,825	3,207,400	3,226,430	3,303,700	3,562,775
25,775	27,310	28,770	30,170	31,515	32,995
13,525	26,770	39,770	52,560	65,160	76,910
24,848	—	—	—	—	—
15,812	45,736	61,846	51,729	66,270	75,535
—	—	—	—	—	—
<u>\$ 2,991,895</u>	<u>\$ 3,198,471</u>	<u>\$ 3,546,666</u>	<u>\$ 3,627,164</u>	<u>\$ 3,790,040</u>	<u>\$ 4,126,365</u>
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	128	304	477	215	284
<u>\$ —</u>	<u>\$ 128</u>	<u>\$ 304</u>	<u>\$ 477</u>	<u>\$ 215</u>	<u>\$ 284</u>
<u>\$ 2,991,895</u>	<u>\$ 3,198,599</u>	<u>\$ 3,546,970</u>	<u>\$ 3,627,641</u>	<u>\$ 3,790,255</u>	<u>\$ 4,126,649</u>
\$ 266,920,797	\$ 261,547,770	\$ 257,338,334	\$ 252,482,438	\$ 245,771,389	\$ 235,153,679
1.1 %	1.2 %	1.4 %	1.4 %	1.5 %	1.8 %
\$ 489	\$ 526	\$ 583	\$ 598	\$ 627	\$ 685
\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395
(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)
<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>
13.78 %	13.78 %	13.78 %	13.78 %	13.78 %	13.78 %



**STATE OF MISSOURI  
PLEDGED REVENUE COVERAGE  
FISCAL YEARS 2013-2022  
(In Thousands of Dollars)**

Fiscal Year	Gross Revenues <sup>1</sup>	Less: Operating Expenses <sup>2</sup>	Net Available Revenues	Debt Service		Coverage <sup>3</sup>
				Principal	Interest	
Missouri Road Fund						
2022	\$ 2,097,367	\$ 398,126	\$ 1,699,241	\$ 232,500	\$ 61,382	5.8
2021	2,463,624	345,925	2,117,699	215,475	75,967	7.3
2020	2,022,185	395,583	1,626,602	177,764	141,069	5.1
2019	1,955,445	389,546	1,565,899	209,355	80,032	5.4
2018	2,000,651	383,969	1,616,682	200,185	89,422	5.6
2017	1,852,570	388,116	1,464,454	190,770	103,917	5.0
2016	1,831,126	372,800	1,458,326	168,470	111,751	5.2
2015	1,721,615	373,739	1,347,876	169,550	114,878	4.7
2014	1,773,033	348,537	1,424,496	162,050	130,641	4.9
2013	1,822,318	333,327	1,488,991	153,525	135,511	5.2

N/A = not available

<sup>1</sup> Revenues for Missouri Road Fund consist of a portion of the taxes and fees received by the State from the motor fuel tax, sales tax on motor vehicles, use tax on motor vehicles, revenue derived from motorists for their usage of the highways of the State, federal grants, and bond proceeds.

<sup>2</sup> Operating Expenses do not include depreciation/amortization.

<sup>3</sup> Coverage equals net available revenue divided by debt service.

Source: Missouri Department of Transportation

**STATE OF MISSOURI  
DEMOGRAPHIC INDICATORS  
CALENDAR YEARS 2012-2021**

	2021	2020	2019	2018	2017
<b>Population</b>					
Missouri (In Thousands)	6,168	6,155	6,137	6,043	6,114
Change	0.7 %	0.2 %	0.3 %	0.3 %	0.4 %
National (In Thousands)	331,894	331,449	328,240	327,167	325,719
Change	1.6 %	1.0 %	0.5 %	0.6 %	0.7 %
<b>Total Personal Income</b>					
Missouri					
(In Thousands of Dollars)	\$ 340,232,000	\$ 314,818,000	\$ 298,620,000	\$ 285,704,000	\$ 266,920,797
Change	7.0 %	5.4 %	4.5 %	6.6 %	2.1 %
National					
(In Thousands of Dollars)	\$21,056,622,000	\$19,679,715,000	\$18,542,262,000	\$17,572,929,000	\$16,413,550,863
Change	7.4 %	6.1 %	5.5 %	6.6 %	3.1 %
<b>Per Capita Personal Income</b>					
Missouri	\$ 55,159	\$ 51,177	\$ 49,589	\$ 46,635	\$ 43,661
Change	6.7 %	5.2 %	6.3 %	6.4 %	1.7 %
National	\$ 63,444	\$ 59,729	\$ 56,663	\$ 53,712	\$ 50,392
Change	7.3 %	5.8 %	5.5 %	6.2 %	2.3 %
<b>Resident Civilian Labor Force and Employment</b>					
Civilian Labor Force					
(In Thousands)	3,062	3,053	3,083	3,052	3,051
Employed (In Thousands)	2,928	2,867	2,982	2,955	2,936
Unemployed (In Thousands)	134	186	102	98	115
Unemployment Rate	4.4 %	6.1 %	3.3 %	3.2 %	3.8 %
National Unemployment Rate	5.3 %	8.1 %	3.7 %	3.9 %	4.4 %

**Continues Below**

	2016	2015	2014	2013	2012
<b>Population</b>					
Missouri (In Thousands)	6,093	6,084	6,064	6,044	6,022
Change	0.1 %	0.3 %	0.3 %	0.4 %	0.2 %
National (In Thousands)	323,128	321,419	318,857	316,129	313,914
Change	0.5 %	0.8 %	0.9 %	0.7 %	0.7 %
<b>Total Personal Income</b>					
Missouri					
(In Thousands of Dollars)	\$ 261,547,770	\$ 257,338,334	\$ 252,482,438	\$ 245,771,389	\$ 235,153,679
Change	1.6 %	1.9 %	2.7 %	4.5 %	3.0 %
National					
(In Thousands of Dollars)	\$15,912,777,000	\$15,463,981,000	\$14,683,147,000	\$14,151,427,000	\$13,401,868,693
Change	2.9 %	5.3 %	3.8 %	5.6 %	3.5 %
<b>Per Capita Personal Income</b>					
Missouri	\$ 42,926	\$ 42,300	\$ 41,639	\$ 40,663	\$ 39,049
Change	1.5 %	1.6 %	2.4 %	4.1 %	2.8 %
National	\$ 49,246	\$ 48,112	\$ 46,049	\$ 44,765	\$ 42,693
Change	2.4 %	4.5 %	2.9 %	4.9 %	2.7 %
<b>Resident Civilian Labor Force and Employment</b>					
Civilian Labor Force					
(In Thousands)	3,112	3,114	3,058	3,018	2,993
Employed (In Thousands)	2,971	2,958	2,871	2,821	2,785
Unemployed (In Thousands)	141	156	187	197	207
Unemployment Rate	4.5 %	5.0 %	6.1 %	6.5 %	6.9 %
National Unemployment Rate	4.9 %	5.3 %	6.2 %	7.4 %	8.1 %

Sources: Bureau of Economic Analysis, Missouri Economic Research and Information Center, Bureau of Labor Statistics

**STATE OF MISSOURI  
ECONOMIC INDICATORS  
CALENDAR YEARS 2012-2021**

	<b>2021-22</b>	<b>2020-21**</b>	<b>2019-20</b>	<b>2018-19</b>	<b>2017-18</b>
<b>School Enrollment (In Thousands)</b>					
Elementary and Secondary Education	863	880	880	881	884
Higher Education - Private Institutions	78	80	84	87	87
Total Enrollment (In thousands)	941	960	964	968	971
% Change from Prior Year	(2.0)%	(0.4)%	(0.4)%	(0.3)%	(0.5)%

**Higher Education**

**Public Community Colleges**

Number of Campuses	22	23	22	22	19
Number of Students (FTE*)	45,846	47,261	50,928	52,927	55,418

**State Technical College**

Number of Campuses	1	1	1	1	1
Number of Students (FTE)	2,007	1,866	1,710	1,467	1,242

**State Colleges/Universities**

Number of Campuses	13	13	14	14	14
Number of Students (FTE)	101,760	104,443	108,651	112,020	115,374

**Continues Below**

	<b>2016-17</b>	<b>2015-16</b>	<b>2014-15</b>	<b>2013-14</b>	<b>2012-13</b>
<b>School Enrollment (In Thousands)</b>					
Elementary and Secondary Education	884	885	886	888	888
Higher Education - Private Institutions	92	93	95	90	91
Total Enrollment	976	978	981	978	979
% Change from Prior Year	(0.2)%	(0.3)%	0.3 %	(0.1)%	(0.5)%

**Higher Education**

**Public Community Colleges**

Number of Campuses	19	19	19	19	19
Number of Students (FTE*)	57,568	57,247	61,671	65,773	67,721

**State Technical College**

Number of Campuses	1	1	1	1	1
Number of Students (FTE)	1,226	1,273	1,276	1,325	1,236

**State Colleges/Universities**

Number of Campuses	14	14	14	14	14
Number of Students (FTE)	119,127	121,827	121,358	118,669	118,055

\*FTE is Full-Time Equivalent.

\*\*Year 2020-21 has been restated.

Sources: Missouri Department of Elementary and Secondary Education and Missouri Department of Higher Education and Workforce Development.

**STATE OF MISSOURI  
PRINCIPAL EMPLOYERS  
CALENDAR YEARS 2012 AND 2021**

**2021**

<b>Employer</b>	<b>Number of Employees</b>	<b>Percent of Total State Employment</b>
State of Missouri <sup>1</sup>	50,000+	1.71%
Wal-Mart Associates, Inc.	40,000+	1.37%
Mercy Health Systems	25,000 - 30,000	0.85% - 1.02%
University of Missouri	20,000 - 25,000	0.68% - 0.85%
Washington University	15,000 - 20,000	0.51% - 0.68%
Boeing Corporation	15,000 - 20,000	0.51% - 0.68%
U.S. Post Office	10,000 - 15,000	0.34% - 0.51%
Cerner Corporation	10,000 - 15,000	0.34% - 0.51%
Barnes-Jewish Hospitals	7,500 - 10,000	0.26% - 0.34%
Lester E Cox Medical Centers	7,500 - 10,000	0.26% - 0.34%
SSM health	7,500 - 10,000	0.26% - 0.34%
Total	207,500 - 245,000,	7.09% - 8.37%
<b>Total Missouri Employment</b>		<b>2,928,368</b>

**2012**

<b>Employer</b>	<b>Number of Employees</b>	<b>Percent of Total State Employment</b>
State of Missouri <sup>1</sup>	57,000	2.05%
Wal-Mart Associates, Inc.	20,000+	0.72%
University of Missouri	20,000+	0.72%
Washington University	15,000 - 20,000	0.54% - 0.72%
U.S. Post Office	15,000 - 20,000	0.54% - 0.72%
Boeing Corporation	10,000 - 15,000	0.36% - 0.54%
Barnes-Jewish Hospitals	7,500 - 10,000	0.27% - 0.36%
U.S. Department of Defense	7,500 - 10,000	0.27% - 0.36%
Schnuck Markets, Inc.	7,500 - 10,000	0.27% - 0.36%
Department of Veterans Affairs	7,500 - 10,000	0.27% - 0.36%
Division of Adult Institutions	5,000 - 7,500	0.18% - 0.27%
Total	172,000 - 199,500	6.17% - 7.16%
<b>Total Missouri Employment</b>		<b>2,785,467</b>

All figures are based on a calendar-year average.

<sup>1</sup>Number of state employees includes only full-time personnel and does not include college or university employees.

Sources: Missouri Economic Research and Information Center, State of Missouri ACFR-Fiscal Year 2012, State Employee Headcount report

**STATE OF MISSOURI  
STATE EMPLOYEES BY FUNCTION  
FISCAL YEARS 2013-2022  
FULL-TIME EQUIVALENTS\***

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>General Government</b>										
Legislature	635	647	644	652	665	663	670	667	671	670
Judiciary	3,336	3,385	3,383	3,430	3,551	3,558	3,543	3,519	3,530	3,470
Public Defender	622	597	606	605	578	579	577	573	575	565
Governor	27	29	32	33	30	18	21	22	23	26
Lt. Governor	15	17	17	8	7	6	7	6	5	5
Secretary of State	207	209	217	223	220	217	235	233	228	244
State Auditor	99	104	106	116	111	109	108	113	113	111
State Treasurer	42	45	44	46	46	46	45	46	49	48
Attorney General	339	359	370	347	351	351	359	373	376	363
Office of Administration	1,724	1,726	1,775	1,846	1,859	1,907	1,881	1,871	1,933	2,132
Revenue	1,154	1,292	1,311	1,297	1,283	1,289	1,283	1,288	1,347	1,344
Total General Government	<u>8,200</u>	<u>8,410</u>	<u>8,505</u>	<u>8,603</u>	<u>8,701</u>	<u>8,743</u>	<u>8,729</u>	<u>8,711</u>	<u>8,850</u>	<u>8,978</u>
<b>Education</b>										
Elementary and Secondary Education	2,081	2,198	2,283	2,512	2,620	2,555	2,663	2,639	2,678	2,631
Higher Education and Workforce Development	324	323	306	58	56	55	57	57	57	64
Total Education	<u>2,405</u>	<u>2,521</u>	<u>2,589</u>	<u>2,570</u>	<u>2,676</u>	<u>2,610</u>	<u>2,720</u>	<u>2,696</u>	<u>2,735</u>	<u>2,695</u>
<b>Natural and Economic Resources</b>										
Agriculture	402	396	412	431	483	476	495	495	464	456
Commerce and Insurance	912	928	937	744	733	762	770	765	762	759
Conservation	1,691	1,755	1,816	1,835	1,871	1,898	1,871	1,895	1,896	1,901
Economic Development Labor and Industrial Relations	242	238	240	793	800	812	800	810	786	822
Natural Resources	625	649	643	657	701	742	796	827	881	967
Total Natural and Economic Resources	<u>1,702</u>	<u>1,678</u>	<u>1,789</u>	<u>1,830</u>	<u>1,842</u>	<u>1,981</u>	<u>2,023</u>	<u>1,974</u>	<u>2,075</u>	<u>2,047</u>
	<u>5,574</u>	<u>5,644</u>	<u>5,837</u>	<u>6,290</u>	<u>6,430</u>	<u>6,671</u>	<u>6,755</u>	<u>6,766</u>	<u>6,864</u>	<u>6,952</u>
<b>Transportation and Law Enforcement</b>										
Transportation	5,106	5,288	5,248	5,497	5,471	5,545	5,444	5,591	5,502	5,410
Public Safety	5,398	5,646	5,723	5,490	5,449	5,316	5,240	5,193	5,220	5,320
Total Transportation and Law Enforcement	<u>10,504</u>	<u>10,934</u>	<u>10,971</u>	<u>10,987</u>	<u>10,920</u>	<u>10,861</u>	<u>10,684</u>	<u>10,784</u>	<u>10,722</u>	<u>10,730</u>
<b>Human Services</b>										
Health and Senior Services	1,666	1,829	1,838	1,794	1,825	1,831	1,825	1,830	1,793	1,798
Mental Health	7,704	7,839	7,852	7,704	7,836	7,728	7,605	7,742	8,076	8,101
Social Services	5,799	6,225	6,492	6,537	6,670	6,735	6,952	7,147	7,145	7,244
Corrections	8,289	8,914	9,459	10,179	10,568	10,866	10,929	11,051	11,069	10,880
Total Human Services	<u>23,458</u>	<u>24,807</u>	<u>25,641</u>	<u>26,214</u>	<u>26,899</u>	<u>27,160</u>	<u>27,311</u>	<u>27,770</u>	<u>28,083</u>	<u>28,023</u>
State Total	<u>50,141</u>	<u>52,316</u>	<u>53,543</u>	<u>54,664</u>	<u>55,626</u>	<u>56,045</u>	<u>56,199</u>	<u>56,727</u>	<u>57,254</u>	<u>57,378</u>

\*Based on a four quarter average.

Source: Office of Administration, Division of Accounting, Statewide Indirect Cost Allocation Plan

**STATE OF MISSOURI  
OPERATING INDICATORS BY FUNCTION  
FISCAL YEARS 2013-2022**

	2022	2021	2020	2019
<b>General Government</b>				
Individual Income Tax Returns Processed (In Thousands)	3,212	3,645	2,931	3,102
Sales and Use Tax Returns Processed (In Thousands)	762	730	797	765
Driver Licenses Processed (In Thousands)	1,284	1,363	1,105	1,324
Motor Vehicle Registrations Processed (In Thousands)	3,167	3,531	3,448	5,930
Audit Reports Issued	134	131	132	155
Statewide Court Filings (In Thousands)	1,424	1,597	1,861	1,902
Archives Website Hit				
Secretary of State Web Page (In Thousands)	14,345	19,608	26,029	24,998
Checks Issued (In Thousands)	1,194	1,271	1,302	1,332
Unclaimed Property Returned (In Thousands)	\$ 50,235	\$ 47,180	\$ 41,009	\$ 45,083
<b>Education</b>				
High School Drop Out Rate	2.1 %	1.5 %	1.5 %	2.2 %
Accredited Elementary and Secondary School Districts*	510	508	508	508
Clients Achieving Employment after Receiving Vocational Rehabilitation Services	55.5 %	50.9 %	55.4 %	53.1 %
Student Loan Recovery Rate	4.5 %	15.4 %	28.2 %	31.0 %
Scholarships/Grants Awarded to Eligible Missouri Residents (In Thousands)	\$ 139,602	\$ 129,826	\$ 134,414	\$ 128,967
<b>Natural and Economic Resources</b>				
Job Placement Rate of Unemployed Individuals that Registered on Great Hires Web Page**	59.4 %	61.0 %	68.6 %	70.7 %
Insurance Policies Filed Electronically	100.0 %	100.0 %	100.0 %	100.0 %
Initial Unemployment Claims (In Thousands)	253	523	828	184
International Export Certificates Issued	8,000	7,199	6,013	6,802
Hunting License Holders (In Thousands)	557	559	571	561
Visitors to Missouri State Parks and Historic Sites (In Thousands)	22,547	21,148	18,482	21,107
<b>Transportation and Law Enforcement</b>				
Methamphetamine Labs Seized	1	1	1	2
State - Licensed Fire Safety Inspections	7,123	10,725	10,477	13,543
Buildings Served by Missouri Capitol Police	72	72	72	72
Alcohol Licenses Issued	34,454	31,037	32,822	34,028
Missouri Major Roads Rated in Good Condition	90.3 %	90.6 %	91.1 %	91.5 %
Difference Between Awarded and Actual Transportation Construction Costs	(0.10)%	2.30 %	(0.03)%	1.50 %
<b>Human Services</b>				
Medicaid Enrollees	1,299,172	1,098,103	939,919	858,077
Food Stamp Recipients	656,973	695,200	773,079	682,299
Doses of Vaccine Issued by Vaccines for Children Providers (In Thousands)	1,031	1,087	1,104	1,162
Incarcerated Offenders	23,510	23,153	24,035	28,172
Individuals Served in State Comprehensive Psychiatric Service Facilities	1,509	1,548	1,550	1,607

\*Department of Elementary and Secondary Education presented no accreditation classifications to the Board of Education during fiscal year 2013. Charter schools are not included in the statistics.

\*\* In Fiscal Year 2019 the web page changed from MissouriCareerSource to Great Hires.

Sources: State agencies

	2018		2017		2016		2015		2014		2013
	3,103		3,060		3,098		3,058		2,848		2,945
	694		707		707		705		703		730
	1,183		1,487		1,123		1,600		1,415		1,308
	4,221		3,770		3,993		4,479		4,215		4,050
	155		147		135		143		150		146
	1,923		2,098		2,370		2,624		2,652		2,685
	29,498		28,714		18,232		72,045		87,436		98,233
	1,537		1,592		1,697		1,550		1,363		1,722
\$	44,697	\$	44,369	\$	42,038	\$	41,720	\$	40,042	\$	39,509
	2.4 %		2.4 %		2.5 %		2.5 %		2.8 %		3.0 %
	512		512		518		507		507		—
	56.2 %		60.1 %		60.9 %		61.7 %		60.0 %		62.7 %
	25.5 %		26.0 %		23.3 %		26.4 %		31.2 %		34.2 %
\$	121,753	\$	129,623	\$	119,948	\$	111,342	\$	107,413	\$	104,265
	71.6 %		64.9 %		65.7 %		60.7 %		56.0 %		55.4 %
	100.0 %		100.0 %		99.7 %		99.5 %		99.4 %		99.4 %
	217		239		259		295		355		364
	7,619		8,110		6,773		7,926		6,453		7,819
	596		603		607		610		612		606
	21,559		21,273		19,205		18,568		17,468		18,093
	8		11		7		70		129		244
	17,903		18,459		19,459		13,434		15,348		15,680
	71		71		74		72		72		72
	32,972		32,319		31,404		31,400		30,743		30,723
	91.6 %		90.0 %		90.4 %		89.2 %		89.7 %		88.5 %
	0.02 %		0.1 %		1.1 %		0.6 %		0.8 %		0.5 %
	971,143		983,835		982,776		944,257		825,974		868,226
	727,131		754,062		782,374		844,851		839,734		927,927
	1,208		1,243		1,226		1,174		1,192		1,385
	31,726		32,537		32,837		32,284		31,905		31,408
	1,611		1,652		1,683		1,628		1,649		1,694

**STATE OF MISSOURI  
CAPITAL ASSET STATISTICS  
BY FUNCTION  
FISCAL YEARS 2013-2022**

	2022	2021	2020	2019	2018
<b>General Government</b>					
Parcels of Land	23	23	22	23	23
Land Improvements	72	72	70	70	70
Square Footage of Buildings	1,171,178	1,146,454	1,146,454	1,130,336	1,062,507
Equipment	45,630	45,928	43,881	41,941	41,961
Software	3,532	3,361	3,123	2,940	2,940
<b>Education</b>					
Parcels of Land	31	31	31	31	31
Land Improvements	55	55	55	55	55
Square Footage of Buildings	224,658	185,350	185,350	165,291	158,235
Equipment	5,232	5,190	5,096	4,211	4,212
Software	7	4	1	—	—
Trademarks	1	1	1	1	1
<b>Natural and Economic Resources</b>					
Parcels of Land	897	900	892	885	888
Land Improvements	530	530	528	476	478
Temporary Easements	1	1	1	1	1
Square Footage of Buildings	588,460	547,595	547,595	561,296	583,682
Equipment	24,579	25,170	26,182	26,581	26,475
Software	305	302	7	318	96
State Parks and Historic Sites	92	92	91	91	91
State Conservation Areas	1,203	1,192	1,188	1,217	1,197
<b>Transportation and Law Enforcement</b>					
Parcels of Land	612	612	612	617	617
Land Improvements	534	528	498	495	495
Permanent Easements	1,310	1,107	751	751	719
Temporary Easements	1,551	1,147	602	602	593
Square Footage of Buildings	193,110	191,671	191,671	189,651	185,777
Equipment	75,455	74,186	72,492	72,773	72,869
Software	813	854	941	870	870
Miles of State Highway	33,286	33,830	33,838	33,838	33,859
State-Owned Bridges and Culverts	10,387	10,399	10,384	10,384	10,385
Highway Patrol Stations	9	9	9	9	9
<b>Human Services</b>					
Parcels of Land	71	71	71	80	80
Land Improvements	169	161	156	171	171
Square Footage of Buildings	981,234	843,670	843,670	862,583	920,530
Equipment	34,768	34,961	34,120	35,441	35,446
Software	135	120	100	89	89
Correctional Facilities	28	28	28	28	29

Source: State of Missouri capital asset records by agency.  
Year 2021 has been restated.



2017	2016	2015	2014	2013
21	21	20	20	20
61	61	59	58	50
1,066,968	1,068,854	1,032,098	1,035,704	1,014,621
39,396	36,159	34,548	35,055	36,050
2,717	2,260	1,961	1,625	826
31	31	31	31	31
55	56	54	54	54
157,190	156,710	136,074	136,203	140,159
4,249	4,357	5,039	6,286	6,175
—	—	—	—	—
1	1	1	1	1
880	847	835	826	826
456	427	426	408	386
1	1	1	1	1
582,846	582,847	574,076	575,485	602,174
26,318	26,859	26,859	34,028	35,159
91	80	68	57	51
91	88	87	87	87
1,198	1,190	1,186	1,189	1,197
620	623	628	650	682
486	476	474	439	420
674	638	593	548	467
542	654	797	867	875
183,676	181,743	179,183	181,880	180,140
72,030	67,114	67,103	66,095	65,813
798	710	616	529	429
33,856	33,873	33,892	33,890	33,885
10,394	10,394	10,376	10,371	10,364
9	9	9	9	9
81	81	81	81	81
178	174	175	173	168
916,936	917,901	926,098	924,164	919,900
36,481	41,777	43,545	44,712	46,221
86	82	70	59	32
29	29	30	30	30

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